

Week ending October 7, 2022

JA\$ FIXED INCOME

- The JA\$ Fixed income market traded with low to moderate levels of liquidity conditions during the week.
- The BOJ auctioned its weekly 30-day CD offering \$15 Billion to the market. The issue was over-subscribed with the weighted average being 7.54% which represents a 13 bps increase over last week's auction.
- The BOJ increased its benchmark rate for overnight deposits by 0.50% to 6.50%. The Bank also decided to continue pursuing other measures to contain Jamaican dollar liquidity expansion and maintain relative stability in the foreign exchange market.
- The market is expected to trade with low to moderate levels of liquidity next week.

See closing repo rates below:

Tenor	Current Rate %
Overnight	6.50 - 7.00
30 days	7.00 - 7.25
90 days	7.50 - 7.75
180 days	7.80 - 7.95
365 days	8.00 - 8.25

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	3.75 - 4.00
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	September 7, 2022	September 7, 2022	August 10, 2022
Current Yield	7.57%	7.96%	8.20%
Previous Yield	7.64%	7.86%	8.42%
Net Change	-0.07%	0.10%	-0.22%

(Source: Bank of Jamaica)

GLOBAL BOND MARKET

- The Bahamas' long-term foreign debt rating was downgraded by Moody's to B1 from Ba3; citing tighter funding conditions. Outlook changed to stable
- Venezuela's state owned oil company is pushing to revive the defunct Petrocaribe energy pact with the Caribbean under different terms as it seeks markets that are willing to pay cash for oil and refined products
- Bank of Canada Governor Tiff Macklem said he remains firmly on an interest rate hiking path amid worries about elevated domestic price pressures and inflation expectations becoming entrenched
- Debt issued by Latin American commodity producers is set to perform relatively better than bonds from other emerging market nations as EM funds offload risk to shield against rising global rates, according to Bluebay Asset Management
- The European Union added the Bahamas and the Turks and Caicos Islands to its tax haven blacklist Tuesday, and also put Anguilla back on as a "non-cooperative jurisdiction" just a year after it was removed, the Associated Press reported

(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with moderate to strong demand over the week amidst moderate supply.
- The Bank of Jamaica (BOJ) intervened in the market once 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 October 07, 2022, the Jamaican dollar was valued at \$154.15 against the US\$ which represents an approximately \$1.33 depreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change (\$)
	30-Sep-22	3-Oct-22	4-Oct-22	5-Oct-22	6-Oct-22	7-Oct-22	
USD	152.8195	152.7858	153.6109	153.6017	154.3617	154.1520	(1.3325)
CAD	112.9388	112.0855	113.5653	112.7779	113.0622	113.0639	(0.1251)
GBP	168.1380	172.6844	173.3237	169.5638	175.1835	174.3876	(6.2496)
EUR	149.9030	151.8308	152.247	153.9047	154.5493	151.9338	(2.0308)

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Weekly market activity resulted from trading in 128 stocks of which 46 advanced, 71 declined and 11 traded firm.

The Market volume amounted 125,364,506 units valued at over J\$865,793,816.83.

The market volume leaders are Fosrich Co. Limited with 27,446,848 units (21.76%), followed by Spur Tree Spices Ja. Limited with 9,638,945 units (7.64%) and TransJamaican Highway Limited with 9,357,470 units (7.42%).

The US\$ market volume (excluding blocks) amounted to 792,286 units valued at over US\$74,308.81.

The following reflect the movement of the JSE Indices:

- The JSE Index declined by 2,931.50 points (0.81%) to close at 358,760.10.
- The Junior Market Index declined by 53.65 points (1.27%) to close at 4,175.89.
- The JSE Combined Index declined by 3,225.00 points (0.86%) to close at 372,996.72.
- The JSE All Jamaican Composite Index declined by 4,788.53 points (1.16%) to close at 409,154.78.
- The JSE Select Index declined by 127.36 points (1.39%) to close at 9,022.35.
- The JSE USD Equities Index advanced by 6.96 points (3.23%) to close at 222.51.
- The JSE Cross Listed Index advanced by 0.61 points (1.04%) to close at 59.22.
- The JSE Financial Index declined by 1.52 points (1.73%) to close at 86.18.
- The JSE Manufacturing & Distribution Index advanced by 0.87 points (0.87%) to close at 100.34.

(Source: Jamaica Stock Exchange)

TRINIDAD

Weekly market activity resulted from trading 26 securities of which 6 advanced, 12 declined and 8 traded firm.

The Market volume amounted to 1,272,627 shares crossing the floor of the Exchange valued at TT\$16.787 million.

The volume leaders Massy Holdings Limited with 535,340 shares (42.07%), followed Clico Investments Fund with 163,829 shares (12.87%) and JMMB Group Limited with 151,121 shares (11.87%).

The following reflect the movement of the TTSE Indices: -

- The COMPOSITE Index declined by 1.74 points (0.13%) to close at 1,341.42.
- The ALL T&T Index declined by 16.25 points (0.81%) to close at 1,998.97.
- The CROSS-LISTED Index advanced by 1.92 points (2.20%) to close at 89.28.
- The SME Index traded firm to close at 40.17.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 1,071,495 shares. The three securities traded were FirstCaribbean International Bank with 1,000,000 (93.33%), Eppley Caribbean Property Fund SCC - Value Fund with 39,815 (3.72%) and Goddard Enterprises Limited with 31,680 shares (2.96%).

The BSE Indices ending October 7, 2022

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	% Change
	7-Oct-22	30-Sep-22		
Local	2,372.10	2,505.63	-133.53	-5.329%
Cross-list	803.79	803.79	0.00	0.000%
Composite	576.22	607.95	-31.73	-5.219%

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

- SPURTREE has advised that its Board of Directors has executed and entered into (i) a Share Subscription Agreement with Canco Limited (CANCO) dated October 3, 2022, and (ii) a Share Purchase Agreement with shareholders of CANCO dated October 3, 2022, which will result in the Company holding a 51% shareholding in CANCO. CANCO is in the business of Agri-processing and trades as "Linstead Market Jamaica". Its leading product is canned ackee.
- Sagicor Group Jamaica Ltd (SJ) has advised that the Company has completed the sale of its shares in Sagicor Real Estate X Fund (XFUND). This was done through a series of transactions which led to the disposal of all its shareholding in XFUND effective September 30, 2022. For further information, visit www.jamstockex.com
- DOLLA has advised that the Company has successfully raised J\$1,000,000,000.00 (One Billion Jamaican Dollars) through the issue of a Bond. Based on the oversubscription and interest by institutional investors, Dolla has exercised its right to upsize, in accordance with the terms of the Bond, to J\$1.5 Billion. The closing date for the Bond Raise has accordingly been extended to October 18, 2022, to facilitate same.
- Edufocal Limited (LEARN) has advised that, pursuant to authorization by its Board of Directors on September 27, 2022, the Company entered into a loan agreement with Mayberry Investments Limited as on-lender for a principal amount of \$200,000,000 Jamaican Dollars (Loan Facility). LEARN has further advised that the proceeds from the Loan Facility were received by the Company on September 30, 2022 and will be used to pay related party debt, loan refinancing and for working capital and expansion purposes. For further information, visit www.jamstockex.com.

Top Advancers and Decliners for the week:

Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
JMMBGL 7.25%	3.20	0.57	21.67%	JMMBGL 7.00% NC	2.00	(0.47)	-19.03%
tTECH	2.99	0.43	16.80%	PBS 9.75%	119.00	(20.50)	-14.70%
CHL	13.34	1.79	15.50%	CAC 9.50%	1.01	(0.17)	-14.41%

(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	96.53	99.62	5.08%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB	90.50	96.50	6.95%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	NR	0.94	4.08	197.91%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	438.053	C+	35.44	44.65	47.45%
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% 09/30/2022	8.250%	27.166	NR	2.00	7.50	110.04%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	0.53	5.48	366.35%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	BB-	78.05	86.41	8.34%
Govt. of Aruba 4.625% 09/14/2023	4.625%	84.000	BB+	97.81	100.34	4.24%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	B+	78.82	86.31	18.37%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	B+	57.69	64.11	16.81%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	B+	54.64	62.56	15.94%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	B+	56.45	63.81	16.44%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.584	NR	87.36	95.02	7.80%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	93.48	99.36	4.64%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	49.998	BB-	96.86	101.19	4.66%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	3,066.000	BB-	73.50	78.92	7.99%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200.000	BB-	64.59	70.12	8.54%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB-	112.86	118.18	5.95%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	96.37	101.40	3.23%
Govt. of Trinidad 4.5% 06/26/2030	4.500%	500.000	BB+	88.64	94.31	5.41%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	NR	4.25	13.04	80.36%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	NR	3.94	12.89	76.16%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	86.49	92.01	6.98%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	271.945	BB-	97.25	102.22	3.70%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	1.86	8.03	158.84%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	2.43	6.82	-
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	1.24	8.20	109.29%
Sagicor Financial Co. 5.30% 05/13/2028	5.300%	550.000	BB	90.64	95.82	6.20%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	94.83	99.34	8.33%
Telecom Services TT 8.875% 10/18/2029	8.875%	300.000	B	82.44	88.17	11.77%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB	93.82	99.26	5.47%
Trinidad Petroleum Holdings Ltd. 9.00% 08/12/2029	9.000%	500.000	BB-	103.22	107.41	7.07%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	97.79	101.22	5.21%

GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer Yield
GOJ 2025	USD	381.176	7.625%	100.90	106.90	3.476%
GOJ 2025	USD	85.225	9.250%	104.75	110.75	5.34%
GOJ 2028	USD	1421.447	6.750%	102.65	108.15	4.73%
GOJ 2036	USD	250.000	8.500%	109.50	116.50	6.62%
GOJ 2039	USD	1243.238	8.000%	107.45	114.20	6.52%
GOJ 2045	USD	1815.000	7.875%	105.20	111.95	6.83%
AIRJAM 2027	USD	59.524	8.125%	97.50	103.50	6.49%
NROCC 2024	USD	294.180	9.375%	103.00	109.20	3.32%

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