

Week ending September 2, 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 \$8 Billion to the market. The issue was over-subscribed with the weighted average being 8.12% which represents a 19 bps decrease over last week's auction.
- 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	August 10, 2022	August 10, 2022	August 10, 2022
Current Yield	7.64%	7.86%	8.42%
Previous Yield	7.62%	7.89%	8.20%
Net Change	0.02%	-0.03%	0.22%

(Source: Bank of Jamaica)

## GLOBAL BOND MARKET

- The Dominican Republic's economy is expected to grow 5% in 2022 driven by the service sector and industry, according to the Economy Ministry. Meanwhile, the Central Bank has raised overnight rates to 8%.
- Fitch Ratings downgraded Credito Real long and short-term ratings to 'D' from 'RD'. The ratings agency has also withdrawn all of Credito Real's ratings due to the default and liquidation proceedings
- Fitch Ratings has downgraded Digicel Group Holdings Ltd (DGHL) to CCC- from CCC. Digicel Limited (DL) was downgraded to 'CCC-' from 'CCC+'. Digicel International Finance Ltd (DIFL) was also downgraded to 'CCC+' from 'B-'
- El Salvador hired Deutsche Bank to handle its buyback of bonds coming due in 2023 and 2025, according to Debtwire
- Venezuela is ready to work with Chevron Corp. to restart operations in the country, but the driller still needs US permissions, Oil Minister Tareck El Aissami said

(Source: Bloomberg)

## FX MARKET

- The foreign exchange market traded with moderate demand over the week amidst low to moderate supply.
- There was no intervention from the Bank of Jamaica (BOJ)
- At the end of trading, Friday September 02, 2022, the Jamaican dollar was valued at \$151.82 against the US\$ which represents an approximately \$0.45 depreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change (\$)
	26-Aug-22	29-Aug-22	30-Aug-22	31-Aug-22	1-Sep-22	2-Sep-22	
USD	151.3676	151.6179	151.5384	151.602	151.7987	151.8232	(0.4556)
CAD	118.7244	116.3854	116.8193	117.4586	117.1039	116.1989	2.5255
GBP	180.9033	179.5856	177.632	176.2684	175.5461	176.2021	4.7012
EUR	153.8618	152.6241	153.5774	153.7194	153.149	154.1488	(0.2870)

(Source: Bank of Jamaica)

## REGIONAL EQUITY MARKETS

### JAMAICA

Weekly market activity resulted from trading in 125 stocks of which 51 advanced, 60 declined and 14 traded firm.

The market volume amounted 250,154,246 units valued at over \$3,078,267,651.98.

The market volume leaders are Fosrich Limited with 30,821,798 units (12.22%), followed by Mailpac Group Limited with 26,482,638 units (10.50%) and Derrimon Trading Co. Limited with 14,907,388 units (5.91%).

The US\$ market volume (excluding blocks) amounted to 2,004,003 units valued at over US\$98,946.42.

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

- The JSE Index declined by 2,506.39 points (0.69%) to close at 360,038.82.
- The Junior Market Index advanced by 48.15 points (1.16%) to close at 4,216.53.
- The JSE Combined Index declined by 1,907.34 points (0.51%) to close at 374,559.88.
- The JSE All Jamaican Composite Index declined by 4,081.28 points (0.99%) to close at 408,596.23.
- The JSE Select Index declined by 137.94 points (1.48%) to close at 9,187.71.
- The JSE USD Equities Index advanced by 0.33 points (0.15%) to close at 213.86.
- The JSE Cross Listed Index advanced by 0.49 points (0.81%) to close at 60.80.
- The JSE Financial Index declined by 1.56 points (1.79%) to close at 85.59.
- The JSE Manufacturing & Distribution Index advanced by 1.51 points (1.50%) to close at 101.95.

(Source: Jamaica Stock Exchange)

### TRINIDAD

Weekly market activity resulted from trading 26 securities of which 7 advanced, 12 declined and 7 traded firm.

The Market volume amounted to 2,452,683 shares crossing the floor of the Exchange valued at TT\$15.744 million.

The volume leaders JMMB Group Limited with 653,078 shares (26.63%), followed FirstCaribbean International Bank Limited with 631,101 shares (25.73%) and National Enterprises Limited with 446,781 shares (18.22%).

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

- The COMPOSITE Index declined by 3.50 points (0.26%) to close at 1,364.60.
- The ALL T&T Index declined by 4.68 points (0.23%) to close at 2,030.61.
- The CROSS-LISTED Index declined by 0.31 points (0.34%) to close at 91.25.
- The SME Index advanced by 0.79 points (1.96%) to close at 41.00.

(Source: Trinidad and Tobago Stock Exchange)

### BARBADOS

This week, the Regular Market traded a total volume of 15,016 shares. The top three securities traded were Eppley Caribbean Property Fund SCC – Development Fund with 7,142 (47.56%), Eppley Caribbean Property Fund SCC – Value Fund with 5,000 (33.30%) and Goddard Enterprises Limited with 1,121 shares (7.47%).

#### The BSE Indices ending September 2, 2022

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	% Change
	2-Sep-22	26-Aug-22		
Local	2,507.60	2,501.24	6.36	0.254%
Cross-list	829.72	829.72	0.00	0.000%
Composite	608.82	607.31	1.51	0.249%

(Source: Barbados Stock Exchange)

## REGIONAL EQUITY MARKETS

- GraceKennedy (GK) has advised that the Company has come to an agreement with The Bank of Nova Scotia to acquire 100% of Scotia Insurance Caribbean Limited. For further details visit [www.jamstockex.com](http://www.jamstockex.com).
- NCBFG has advised that further to its release dated August 17, 2022, its wholly owned subsidiary, National Commercial Bank Jamaica Limited has successfully raised financing of US\$300,000,000.00 (Three Hundred Million United States Dollars) through the securitization of its Credit Card Merchant Voucher Receivables. The transaction was rated by Fitch Ratings and achieved a rating of "BBB-", Outlook Stable. The transaction was placed in the international private placement market and closed on August 30, 2022.
- GK has advised of the appointment of Mr. Radcliffe Daley as the President & Chief Executive Officer of First Global Bank Limited, effective September 1, 2022. For further details visit [www.jamstockex.com](http://www.jamstockex.com).
- VM Investments Limited (VMIL) has advised of the appointment of Mr. Brian Frazer, CFA as Deputy Chief Executive Officer at Victoria Mutual Investments Ltd. and Victoria Mutual Wealth Management Limited, effective September 1, 2022.
- Dolphin Cove (DCOVE) has declared an interim dividend of \$0.40 per share payable on September 29, 2022, to shareholders on record as at September 15, 2022. The ex-dividend date is September 14, 2022.
- Sygnus Credit Investments Ltd (SCIJMD) has declared an interim dividend of US\$0.00262 per share payable on October 14, 2022 to all shareholders on record as at September 30, 2022. The ex-dividend date will be September 29, 2022. Ordinary shareholders who hold J\$ shares will be paid the J\$ equivalent of the US\$ dividend declared per share. The exchange rate used will be the weighted average spot selling exchange rate published by the Bank of Jamaica (BOJ) five (5) business days immediately preceding the date of payment of the dividend.

### Top Advancers and Decliners for the week:

Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
ONE	1.73	0.73	73.00%	CAC	6.04	(2.21)	-26.79%
138SLVR PREF.	59.51	14.51	32.24%	JMMBGL 7.25 PREF.	2.50	(0.77)	-23.55%
JMMBGLUSD5.75 us\$ PREF.	2.17	0.43	24.71%	EPLY 7.50 PREF.	5.98	(1.51)	-20.16%

(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	97.05	100.12	4.03%
Bancolumbia SA 5.125% 09/11/2022	5.125%	2.945	NR	97.89	100.06	-0.44%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB	97.54	103.54	5.71%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	NR	0.81	4.18	182.13%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	431.579	CC	60.59	67.88	25.87%
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	2.01	7.47	19402.20%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	0.53	5.25	381.25%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	BB-	84.10	92.55	7.46%
Govt. of Aruba 4.625% 09/14/2023	4.625%	169.000	BB+	97.93	100.26	4.11%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	B+	78.70	86.40	17.40%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	B+	61.49	68.79	14.87%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	B+	62.15	67.49	14.33%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	B+	60.86	67.57	15.37%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	86.64	96.23	7.46%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	402.203	A	98.39	102.02	3.38%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	94.44	100.32	4.24%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	49.998	BB-	98.39	102.40	3.65%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	3,066,000	BB-	77.98	83.26	7.25%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200,000	BB-	68.61	74.07	8.08%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB-	119.69	124.86	4.90%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	97.13	102.20	2.71%
Govt. of Trinidad 4.5% 06/26/2030	4.500%	500.000	BB+	91.76	97.30	4.92%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000,000	NR	4.14	12.55	78.82%
Govt. of Venezuela 9.250% 09/15/2027	9.250%	4,000,000	NR	4.13	12.59	88.26%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	88.00	93.53	6.79%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	271.945	BB-	100.23	104.98	2.54%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000,000	NR	2.19	8.75	145.71%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000,000	NR	1.31	7.22	100.17%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000,000	NR	1.89	7.77	106.38%
Sagcor Financial Co. 5.30% 05/13/2028	5.300%	550.000	BB	91.69	96.94	5.94%
Scotiabank Peru S.A.A 4.50% 10/17/2027	4.500%	400.000	BBB	95.51	100.05	4.26%
Telecom Services TT 8.875% 10/18/2029	8.875%	300.000	B	88.02	93.77	10.32%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB	94.50	99.87	5.29%
Trinidad Petroleum Holdings Ltd. 9.00% 08/12/2029	9.000%	500.000	BB-	104.35	108.54	6.82%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	98.54	102.32	2.88%

## 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	2.426%
GOJ 2025	USD	85.225	9.250%	107.75	113.25	4.63%
GOJ 2028	USD	1421.447	6.750%	105.45	111.45	4.01%
GOJ 2036	USD	250.000	8.500%	118.25	127.75	5.55%
GOJ 2039	USD	1243.238	8.000%	114.70	121.70	5.85%
GOJ 2045	USD	1815.000	7.875%	112.10	119.10	6.29%
AIRIAM 2027	USD	59.524	8.125%	97.50	103.50	6.55%
NROCC 2024	USD	294.180	9.375%	103.50	110.20	3.06%