

Week ending September 9, 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 \$9 Billion to the market. The issue was over-subscribed with the weighted average being 7.97% which represents a 15 bps decrease over last week's auction.
- The GOJ auctioned its 90 and 180 day T-Bills this week. Both auctions were heavily oversubscribed. See results below.
- 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

- Barbados announced an offer to purchase for cash US\$70M of the US\$530M 6.5% 2029 notes. The settle price is to be determined by a Dutch auction and the offer expires on the 15th of September
- Bank of Canada and the European Central Bank (ECB) raised interest rates by 75 basis points on Wednesday and Thursday respectively; they signaled of more rate increases to come.
- Credito Real bondholders of CREALCB 17 received MXN67 million in early payments on September 5, according to a note issued by ratings agency HR Ratings. The payment to the bondholders was made by the trust that manages the guarantee on the bond
- Money managers ditched exchange-traded funds that invest in emerging-market bonds and stocks last week at the fastest pace in more than two years, spooked by a soaring US dollar.
- Peru's economic fundamentals and favorable global commodity prices are set to bring strength to its slumping bonds in the remainder of the year despite continued political instability in the country, according to Lima-based Credicorp Capital

(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 09, 2022, the Jamaican dollar was valued at \$152.78 against the US\$ which represents an approximately \$0.96 depreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change (\$)
	2-Sep-22	5-Sep-22	6-Sep-22	7-Sep-22	8-Sep-22	9-Sep-22	
USD	151.8232	152.0876	152.0552	152.3428	152.7558	152.7864	(0.9632)
CAD	116.1989	116.3107	115.8817	115.1044	116.5267	117.7118	(1.5129)
GBP	176.2021	176.5867	174.1233	173.9706	176.1877	176.5625	(0.3604)
EUR	154.1488	154.4195	151.0546	155.2698	154.4209	155.7166	(1.5678)

(Source: Bank of Jamaica)

## REGIONAL EQUITY MARKETS

### JAMAICA

Weekly market activity resulted from trading in 121 stocks of which 42 advanced, 63 declined and 16 traded firm.

The market volume amounted 215,258,214 units valued at over J\$1,000,442,013.85.

The volume leaders were One and One Educational Services Limited with 94,108,829 units (43.13%), followed by Fosrich Co. Limited with 23,810,683 units (10.91%) and Wigton Windfarm Limited with 20,371,747 units (9.34%).

The US\$ market volume (excluding blocks) amounted to 2,960,396 units valued at over US\$373,312.11.

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

- The JSE Index declined by 2,219.92 points (0.62%) to close at 357,818.90.
- The Junior Market Index declined by 33.48 points (0.79%) to close at 4,183.05.
- The JSE Combined Index declined by 2,377.37 points (0.63%) to close at 372,182.51.
- The JSE All Jamaican Composite Index declined by 0.05 points (0.00%) to close at 408,596.18.
- The JSE Select Index declined by 1.73 points (0.02%) to close at 9,185.98.
- The JSE USD Equities Index declined by 6.47 points (3.03%) to close at 207.39.
- The JSE Cross Listed Index declined by 2.21 points (3.63%) to close at 58.59.
- The JSE Financial Index declined by 0.13 points (0.15%) to close at 85.46.
- The JSE Manufacturing & Distribution Index declined by 1.54 points (1.51%) to close at 100.41.

(Source: Jamaica Stock Exchange)

### TRINIDAD

Weekly market activity resulted from trading 27 securities of which 12 advanced, 10 declined and 5 traded firm.

The market volume amounted to 2,749,675 shares crossing the floor of the Exchange valued at TT\$43.131 million.

The volume leaders JMMB Group Limited with 1,102,916 shares (40.11%), followed First C'bean International Bank Limited with 832,206 shares (30.27%) and Republic Financial Holdings Limited with 158,309 shares (5.76%).

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

- The COMPOSITE Index advanced by 3.41 points (0.25%) to close at 1,368.01.
- The ALL T&T Index advanced by 3.73 points (0.18%) to close at 2,034.34.
- The CROSS-LISTED Index advanced by 0.43 points (0.47%) to close at 91.68.
- The SME Index advanced by 2.42 points (5.90%) to close at 43.42.

(Source: Trinidad and Tobago Stock Exchange)

### BARBADOS

This week, the Regular Market traded a total volume of 79,281 shares. The top three securities traded were FirstCaribbean International Bank with 50,000 (63.07%), Goddard Enterprises Limited with 15,677 (19.77%) and Insurance Corporation of Barbados Limited with 12,953 shares (16.34%).

#### The BSE Indices ending September 9, 2022

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	% Change
	9-Sep-22	2-Sep-22		
Local	2,507.86	2,507.60	0.26	0.010%
Cross-list	803.79	829.72	-25.93	-3.125%
Composite	608.48	608.82	-0.34	-0.056%

(Source: Barbados Stock Exchange)

## REGIONAL EQUITY MARKETS

- Wigton Windfarm Ltd (WIG) has advised that the Cabinet considered and approved the grant of a twenty (20) year generation licence, commencing April 2023, by the Minister with responsibility for Energy, to enable the continuation of the generating capacity of the Company through Phase I of its operations.
- Barita Investments Ltd (BIL) has advised that the Company will be acquiring up to ten million (10,000,000) BIL ordinary shares under the Employee Stock Ownership Plan. For further details visit [www.jamstockex.com](http://www.jamstockex.com).
- Scotia Group Jamaica Ltd (SGJ) has declared a dividend of \$0.35 per stock unit payable on October 19, 2022 to stockholders on record as at September 27, 2022. The ex-dividend date is September 26, 2022.
- Seprod Ltd (SEP) has declared a dividend of \$0.50 per share payable on October 12, 2022 to shareholders on record as at September 30, 2022. The ex-dividend date is September 29, 2022.
- Caribbean Producers Ltd (CPJ) has advised that Todd Stromme has resigned from his position as CEO, effective September 5, 2022. The Company has further advised that Mark Hart will assume the position of Interim CEO until further notice.
- GraceKennedy Ltd (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.

### Top Advancers and Decliners for the week:

Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
CAC	8.00	1.96	32.45%	JMMBGL5.75% US\$ Pref.	1.50	(0.67)	-30.88%
TJH 8.00% J\$ Pref.	1.90	0.43	29.25%	JMMBGL 7.25% J\$ Pref.	2.13	(0.37)	-14.80%
PBS 9.75% J\$ Pref.	150.00	25.36	20.35%	AFS	22.00	(3.25)	-12.87%

(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	96.94	100.00	4.24%
Bancolombia SA 5.125% 09/11/2022	5.125%	2.945	NR	98.00	100.00	5.00%
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB	95.48	101.84	6.00%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	NR	0.75	4.11	185.89%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	431.579	C+	60.88	68.17	25.82%
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	7.40	26499.21%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	0.53	5.30	387.28%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	300.000	BB-	82.40	90.82	7.70%
Govt. of Aruba 4.625% 09/14/2023	4.625%	169.000	BB+	97.94	100.51	3.58%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	B+	79.57	87.45	16.54%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	B+	61.29	68.01	15.18%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	B+	61.82	67.03	14.47%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	B+	60.96	67.66	15.35%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.595	NR	86.58	96.81	7.31%
Govt. of Bermuda 4.854% 02/06/2024	4.854%	402.203	A	99.25	101.75	3.56%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B	94.75	100.63	4.12%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	49.998	BB-	98.09	102.34	3.66%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	3,066,000	BB-	78.63	84.05	7.13%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200,000	BB-	69.64	75.17	7.96%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB-	119.59	125.00	4.87%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	97.24	102.32	2.60%
Govt. of Trinidad 4.5% 06/26/2030	4.500%	500.000	BB+	92.09	97.65	4.87%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000,000	NR	4.69	13.36	75.98%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000,000	NR	4.38	12.88	87.55%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	88.35	93.89	6.75%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	271.945	BB-	100.18	104.81	2.60%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000,000	NR	2.02	8.49	150.16%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000,000	NR	2.08	7.65	97.57%
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000,000	NR	1.77	7.93	105.79%
Sagcor Financial Co. 5.30% 05/13/2028	5.300%	550.000	BB	92.14	97.39	5.85%
Scotiabank Peru S.A.A 4.50% 12/13/2027	4.500%	400.000	BBB	95.34	99.85	5.07%
Telecom Services TT 8.875% 10/18/2029	8.875%	300.000	B	87.76	93.51	10.39%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB	93.96	99.41	5.42%
Trinidad Petroleum Holdings Ltd. 9.00% 08/12/2029	9.000%	500.000	BB-	104.12	108.31	6.87%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	98.81	102.08	4.00%

## GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer Yield
GOJ 2025	USD	381.176	7.625%	103.10	109.10	2.462%
GOJ 2025	USD	85.225	9.250%	107.75	113.25	4.60%
GOJ 2028	USD	1421.447	6.750%	106.20	111.70	3.95%
GOJ 2036	USD	250.000	8.500%	118.25	127.75	5.55%
GOJ 2039	USD	1243.238	8.000%	114.95	121.95	5.83%
GOJ 2045	USD	1815.000	7.875%	112.25	119.25	6.28%
AIRIAM 2027	USD	59.524	8.125%	97.50	103.50	6.54%
NROCC 2024	USD	294.180	9.375%	103.50	110.20	3.00%