

Week ending June 9, 2023

## JA\$ FIXED INCOME

- The JA\$ Fixed income market traded with low levels of liquidity conditions during the week.
- The BOJ auctioned its weekly 30-day CD offering \$22 Billion to the market. The issue was under-subscribed which resulted in a Weighted Average Yield of 9.30% which is a 90bps increase over last week's auction.
- The GOJ auctioned its 90 and 180 day T-Bills this week. Both auctions were oversubscribed. (See results below)
- The market is expected to trade with moderate levels of liquidity next week.

See closing repo rates below:

Tenor	Current Rate %
Overnight	7.50 - 8.00
30 days	8.15 - 8.35
90 days	8.50 - 8.65
180 days	8.75 - 8.95
365 days	9.00 - 9.15

## 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	2.75 - 3.00
30 days	4.85 - 5.00
90 days	5.25 - 5.50
180 days	5.65 - 5.75
365 days	5.85 - 5.95

### JA\$ Treasury-Bill Weighted Average Yields

Instrument	90 Day Treasury Bill	180 Day Treasury Bill	270 Day Treasury Bill
Last Auction	June 7, 2023	June 7, 2023	May 10, 2023
Current Yield	7.86%	7.89%	8.00%
Previous Yield	7.82%	7.97%	8.36%
Net Change	0.04%	-0.09%	-0.36%
Next Auction	July 12, 2023	July 12, 2023	TBA

(Source: Bank of Jamaica)

## GLOBAL BOND MARKET

- Guatemala tapped global markets for the first time in nearly a year in a bid to take advantage of investor sentiment after a pair of recent credit-rating upgrades. The Central American nation priced \$1 billion in notes due 2036 at 6.6%
- Applications for US unemployment benefits jumped last week to the highest level since October 2021, suggesting mounting layoff announcements may be starting to translate into job cuts.
- The Bank of Canada defied expectations by restarting its interest-rate tightening campaign, saying the economy is running too hot. Policymakers led by Governor Tiff Macklem raised the overnight lending rate to 4.75% on Wednesday, the highest since 2001.
- President Joe Biden's signature of legislation suspending the federal debt ceiling has given the Treasury Department the green light to resume net new debt issuance after months of disruption.

(Source: Bloomberg)

## FX MARKET

- The foreign exchange market traded with moderate to high demand over the week amidst moderate supply.
- The Bank of Jamaica (BOJ) intervened in the market four times during the week via B-FXITT (flash sale) offering to sell USD to authorized foreign exchange dealers for resale only to non-financial end users
- At the end of trading, Friday June 09, 2023, the Jamaican dollar was valued at \$155.34 against the US\$ which represents an approximately \$0.53 appreciation in the value of the JA\$ for the week.

	Weighted Avg. Sell Rates						Weekly Change (\$)
	2-Jun-23	5-Jun-23	6-Jun-23	7-Jun-23	8-Jun-23	9-Jun-23	
USD	155.8820	155.8676	155.6276	155.7562	155.6077	155.3457	0.5363
CAD	116.0944	115.968	115.6938	116.6439	116.9597	116.6416	(0.5472)
GBP	194.4342	193.1654	193.3641	194.4857	195.1114	195.3243	(0.8901)
EUR	165.1798	168.6041	168.7305	169.6961	167.7293	169.5187	(4.3389)

(Source: Bank of Jamaica)

## REGIONAL EQUITY MARKETS

### JAMAICA

Weekly market activity resulted from trading in 123 stocks of which 44 advanced, 67 declined and 12 traded firm.

The Market volume amounted 112,130,954 units valued at over J\$1,996,545,012.56.

The market volume leaders are NCB Financial Group Limited with 23,320,226 units (20.42%), followed by Wigton Windfarm Limited with 13,798,675 units (12.08%) and TransJamaica Highway Limited with 12,593,197 units (11.03%).

The US\$ market volume (excluding blocks) amounted to 726,541,347 units valued at over US\$41,541.97.

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

- The JSE Index declined by 8,263.34 points (2.46%) to close at 327,334.20.
- The Junior Market Index advanced by 20.71 points (0.55%) to close at 3,806.04.
- The JSE Combined Index declined by 7,520.80 points (2.16%) to close at 340,265.44.
- The JSE All Jamaican Composite Index declined by 9,114.93 points (2.46%) to close at 361,603.11.
- The JSE Select Index declined by 185.17 points (2.27%) to close at 7,971.81.
- The JSE USD Equities Index advanced by 1.34 points (0.56%) to close at 239.50.
- The JSE Cross Listed Index declined by 1.60 points (2.49%) to close at 62.56.
- The JSE Financial Index declined by 2.04 points (2.71%) to close at 73.21.
- The JSE Manufacturing & Distribution Index declined by 1.80 points (1.79%) to close at 98.78.

(Source: Jamaica Stock Exchange)

### TRINIDAD

Weekly market activity resulted from trading 26 securities of which 10 advanced, 13 declined and 3 traded firm.

The Market volume amounted to 752,875 shares crossing the floor of the Exchange valued at TT\$13.333 million.

The volume leaders are Massy Holdings Limited with 136,831 shares (18.17%), followed by JMMB Group Limited with 120,691 shares (16.03%) and Unilever Caribbean Limited with 73,751 shares (9.79%).

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

- The COMPOSITE Index declined by 8.10 points (0.65%) to close at 1,232.57.
- The ALL T&T Index advanced by 0.22 points (0.01%) to close at 1,891.47.
- The CROSS-LISTED Index declined by 2.38 points (3.12%) to close at 73.81.
- The SME Index advanced by 1.67 points (2.41%) to close at 70.94.

(Source: Trinidad and Tobago Stock Exchange)

### BARBADOS

This week, the Regular Market traded a total volume of 3,919 shares. The top three securities traded were FirstCaribbean International Bank with 2,203 (56.21%), Cave Shepherd & Company Limited with 1,000 (25.52%) and Insurance Corporation of Barbados Limited with 500 shares (12.76%).

#### The BSE Indices ending June 9, 2023

INDICES	TODAY'S TRADING	LAST TRADING	CHANGES	
	9-Jun-23	2-Jun-23		% Change
Local	2,548.54	2,539.89	8.65	0.341%
Cross-list	803.79	803.79	0.00	0.000%
Composite	618.15	616.1	2.05	0.333%

(Source: Barbados Stock Exchange)

## REGIONAL EQUITY MARKETS

- Mayberry Investments Limited (MIL) has advised that the Company has recently been the subject of a cyber-attack. MIL has further advised that the Company's cyber experts have been working assiduously to remediate this occurrence. For further details, visit [www.jamstockex.com](http://www.jamstockex.com).
- Caribbean Producers Jamaica Ltd (CPJ) has advised that its Board of Directors has approved plans for a U\$1M solar expansion project, with installation to commence in Q1 of FY2024. The Board has also approved a U\$2.3M plan for the modernization of the Meat Processing Plant, with work to commence in Q1 of 2024. Off-shore, CPJ will be expanding its Operation in St. Lucia with a new store, final plans are being put in place with Operations to begin in Q2 of FY2024.
- ICREATE has advised that the Company has completed the acquisition of 100% of the ordinary shares in the digital outdoor advertising company, Visual Vibe.com Limited on May 31, 2023. For further information, visit [www.jamstockex.com](http://www.jamstockex.com).
- ICREATE has advised that its previously announced intention to acquire Ideas Execution Limited will no longer proceed as planned.
- CWJDEFERREDA has advised that effective June 13, 2023, trading in its 7.35% Deferred Shares will be suspended. The current 7.35% Deferred Shares mature on June 15, 2023 and will be delisted from the Main Market of the Jamaica Stock Exchange on that date. The Company has further advised that suspension of trading effective June 13, 2023, is to facilitate a seamless delisting process.
- Scotia Group Jamaica (SGJ) has also declared an interim dividend of \$0.35 payable on July 20, 2023 to stockholders on record as at the close of business on June 28, 2023. The ex-dividend date is June 27, 2023.
- Fontana Limited (FTNA) has advised that its Board of Directors approved a dividend of \$0.20 per share payable on Wednesday, July 5, 2023, to shareholders on record as at Tuesday, June 20, 2023. The ex-dividend date is Monday, June 19, 2023.

### JSE Top Gainers and Decliners for the week

Symbol	Close Price (\$)	Change (\$)	%	Symbol	Close Price (\$)	Change (\$)	%
<b>GWEST</b>	<b>1.03</b>	<b>0.14</b>	<b>15.73%</b>	<b>CFF</b>	<b>1.24</b>	<b>(0.45)</b>	<b>-26.63%</b>
<b>SCIUSD</b>	<b>0.11</b>	<b>0.0100</b>	<b>10.00%</b>	<b>SRFJMD</b>	<b>11.16</b>	<b>(3.84)</b>	<b>-25.60%</b>
<b>LASD</b>	<b>3.13</b>	<b>0.2000</b>	<b>6.83%</b>	<b>JPS7 (PREF.)</b>	<b>60.48</b>	<b>(18.35)</b>	<b>-23.28%</b>

(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
Chicago Board of Education US\$ Bond 6.319% 11/01/2029	6.319%	257.125	BB	95.85	101.85	5.97%
Credito Real SAB De CV 9.50% 02/07/2026	9.500%	400.000	NR	12.50	14.50	120.01%
Digicel Group 0.5 Ltd 8.00% 04/01/2025	8.000%	438.053	C+	40.41	47.77	56.01%
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	2.21	7.98	103.45%
Digicel Group Two Ltd 9.125% 04/01/2024	9.125%	7.817	NR	0.71	5.97	1005.27%
Genworth Holdings Inc 6.50% 06/15/2034	6.500%	287.493	BB	84.10	92.33	7.54%
Govt. of Aruba 4.625% 09/14/2023	4.625%	85.000	BBB-	97.75	100.16	3.94%
Govt. of Bahamas 5.75% 01/16/2024	5.750%	300.000	B+	92.40	99.78	6.13%
Govt. of Bahamas 6.00% 11/21/2028	6.000%	750.000	B+	73.91	80.23	11.90%
Govt. of Bahamas 6.95% 11/20/2029	6.950%	300.000	B+	72.56	80.21	11.36%
Govt. of Bahamas 8.95% 10/15/2032	8.950%	825.000	B+	79.26	85.60	11.50%
Govt. of Barbados 6.50% 10/01/2029	6.500%	530.584	B-	87.86	95.50	7.83%
Govt. of Costa Rica 4.375% 04/30/2025	4.375%	500.000	B+	94.79	100.46	4.12%
Govt. of Dominican Republic 5.875% 04/18/2024	5.875%	24.999	BB-	96.14	100.46	5.30%
Govt. of Dominican Republic 4.875% 09/23/2032	4.875%	3,066.000	BB-	83.39	88.57	6.54%
Govt. of Dominican Republic 5.875% 01/30/2060	5.875%	3,200.000	BB-	75.21	80.56	7.42%
Govt. of Panama 9.375% 04/01/2029	9.375%	951.425	BBB-	118.23	123.59	4.68%
Govt. of Trinidad 4.375% 01/16/2024	4.375%	550.000	BB+	96.48	101.43	1.94%
Govt. of Trinidad 4.5% 06/26/2030	4.500%	500.000	BB+	92.23	97.79	4.87%
Govt. of Venezuela 9.250% 05/07/2028	9.250%	2,000.000	NR	4.90	13.65	74.22%
Govt. of Venezuela 9.25% 09/15/2027	9.250%	4,000.000	NR	5.15	13.88	83.30%
National Gas Company 6.05% 01/15/2036	6.050%	400.000	BB+	89.52	95.04	6.64%
Petrobras Global Finance 4.75% 01/14/2025 Euro Denom	4.750%	271.945	BB-	96.72	101.40	3.81%
Petroleos De Venezuela SA 12.75% 02/17/2022	12.750%	3,000.000	NR	1.00	5.89	216.43%
Petroleos De Venezuela SA 5.375% 04/12/2027	5.375%	3,000.000	NR	1.00	4.93	
Petroleos De Venezuela SA 9.75% 05/17/2035	9.750%	3,000.000	NR	0.40	5.84	113.77%
Sagicor Financial Co. 5.30% 05/13/2028	5.300%	550.000	BB	92.14	97.75	5.83%
Telecom Services TT 8.875% 10/18/2029	8.875%	300.000	B	77.04	82.77	13.71%
Trinidad Generation Unlimited 5.25% 11/04/2027	5.250%	600.000	BB	94.27	99.85	5.30%
Trinidad Petroleum Holdings Ltd. 9.00% 08/12/2029	9.000%	500.000	BB-	101.45	106.45	7.08%
Unicomer 7.875% 04/01/2024	7.875%	350.000	BB-	96.44	100.66	-0.94%

## GOJ Global Bond Indicative Prices

BOND	CURRENCY	SIZE (M)	COUPON	BID	OFFER	Offer Yield
GOJ 2025	USD	381.176	7.625%	99.30	105.05	2.768%
GOJ 2025	USD	85.225	9.250%	103.75	109.75	4.80%
GOJ 2028	USD	1421.447	6.750%	102.10	107.35	4.65%
GOJ 2036	USD	250.000	8.500%	115.00	122.50	5.95%
GOJ 2039	USD	1243.238	8.000%	116.00	122.50	5.72%
GOJ 2045	USD	1815.000	7.875%	112.05	118.55	6.31%
AIRJAM 2027	USD	53.571	8.125%	97.50	103.50	6.19%
NROCC 2024	USD	294.180	9.375%	99.50	104.70	4.02%