

Week ending November 3, 2023

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 \$31 Billion to the market. The issue was over-subscribed resulting in a Weighted Average Yield of 9.64% which is a 9bps increase 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 | 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 moderate liquidity conditions over the week. Supply of US\$ funding has decreased in recent weeks. Liquidity is expected to remain relatively tight 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 | October 11, 2023 | October 11, 2023 | August 9, 2023 |
| Current Yield | 7.75% | 7.79% | 9.00% |
| Previous Yield | 7.73% | 7.81% | 8.42% |
| Net Change | 0.02% | -0.02% | 0.58% |
| Next Auction | November 8, 2023 | November 8, 2023 | November 8, 2023 |

(Source: Bank of Jamaica)

GLOBAL BOND MARKET

- Government of Jamaica announced aggregate tender of US\$262.14M on the 7.625% 2025, 9.25% 2025 and 6.75% 2028 global bonds.
- Government of Jamaica issued a new 7 year 9.625% J\$46.6B (US\$300M equivalent) bond to mature November 2030. Proceeds to pay consideration for the tender on the two 2025 as well as the 2028 notes validly tendered.
- The Bank of England left its benchmark lending rate at a 15-year high, with Governor Andrew Bailey saying it was "much too early" to be thinking about cuts.
- The Federal Reserve held interest rates at a 22-year high for a second straight meeting, while suggesting that the recent rise in Treasury yields may weigh on the economy and inflation.
- US job growth slowed by more than expected and the unemployment rate rose to an almost two-year high of 3.9%, indicating that employers' strong demand for workers is beginning to cool.

(Source: Bloomberg)

FX MARKET

- The foreign exchange market traded with moderate to high demand over the week amidst low supply.
- At the end of trading, Friday November 3, 2023, the Jamaican dollar was valued at \$157.18 against the US\$ which represents an approximately \$0.58 depreciation in the value of the JA\$ for the week.

| Weighted Avg. Sell Rates | | | | | | | |
|--------------------------|-----------|-----------|-----------|----------|----------|----------|--------------------|
| | 27-Oct-23 | 30-Oct-23 | 31-Oct-23 | 1-Nov-23 | 2-Nov-23 | 3-Nov-23 | Weekly Change (\$) |
| USD | 156.5981 | 156.0775 | 156.0786 | 156.3670 | 156.6931 | 157.1765 | (0.5784) |
| CAD | 113.4974 | 114.6390 | 113.7220 | 113.5705 | 114.3655 | 114.7211 | (1.2237) |
| GBP | 189.8615 | 187.1404 | 189.0047 | 187.8789 | 190.5798 | 191.1494 | (1.2879) |
| EUR | 167.6329 | 167.3827 | 168.8809 | 167.6995 | 167.6285 | 168.9376 | (1.3047) |

(Source: Bank of Jamaica)

REGIONAL EQUITY MARKETS

JAMAICA

Weekly market activity resulted from trading in 125 stocks of which 55 advanced, 63 declined and 7 traded firm.

The market volume amounted 128,358,644 units valued at over \$581,980,432.42.

The market volume leaders are Future Energy Source Company Ltd with 56,399,245 units (43.69%), followed by Transjamaica Highway Limited with 7,769,125 units (6.02%) and Indies Pharma Jamaica Ltd with 6,601,223 units (5.11%).

The US\$ market volume (excluding blocks) amounted to 1,944,430 units valued at over US\$368,025.97.

The following reflect the movement of the JSE Indices:

- The JSE Index declined by 2,532.45 points (0.80 %) to close at 312,866.71.
- The Junior Market Index declined by 47.53 points (1.21%) to close at 3,873.18.
- The JSE Combined Index declined by 2,794.27 points (0.85 %) to close at 327,354.97.
- The JSE All Jamaican Composite Index advanced by 912.76 points (0.26 %) to close at 347,733.07.
- The JSE Select Index advanced by 71.86 points (0.93 %) to close at 7,768.45.
- The JSE USD Equities Index advanced by 4.97 points (2.20 %) to close at 230.99.
- The JSE Cross Listed Index declined by 3.30 points (5.37 %) to close at 58.20.
- The JSE Financial Index declined by 0.24 points (0.35 %) to close at 68.43.
- The JSE Manufacturing & Distribution Index declined by 1.64 points (1.64 %) to close at 98.12.

(Source: Jamaica Stock Exchange)

TRINIDAD

Weekly market activity resulted from trading 26 securities of which 10 advanced, 12 declined and 4 traded firm.

The market volume amounted to 1,037,830 shares crossing the floor of the Exchange valued at TT\$11,945,210.32.

The volume leaders are Massy Holdings Limited with 328,718 shares followed by NCB Financial Group with 213,171 shares and Gracekennedy Limited with 186,939 shares.

The following reflect the movement of the TTSE Indices: -

- The COMPOSITE Index declined by 10.92 points (0.91%) to close at 1,190.94.
- The ALL T&T Index declined by 21.71 points (1.18%) to close at 1,813.08.
- The CROSS-LISTED Index advanced by 0.09 points (0.12%) to close at 73.52.
- The SME Index traded firm to close at 79.99.

(Source: Trinidad and Tobago Stock Exchange)

BARBADOS

This week, the Regular Market traded a total volume of 115,636 shares. The top three securities traded were Goddard Enterprises Limited with 75,028, Eppley Caribbean Property Fund SCC – Development Fund with 23,300 and Eppley Caribbean Property Fund SCC – Value Fund with 7,105 shares.

The BSE Indices ending November 3, 2023

| INDICES | TODAY'S TRADING | LAST TRADING | CHANGES |
|------------|-----------------|--------------|---------|
| | 3-Nov-23 | 27-Oct-23 | |
| Local | 2,761.60 | 2,757.82 | 3.78 |
| Cross-list | 798.6 | 803.79 | -5.19 |
| Composite | 668.7 | 667.88 | 0.82 |

(Source: Barbados Stock Exchange)

REGIONAL EQUITY MARKETS

- The Jamaica Stock Exchange advises that Mr. Steven Gooden has tendered his resignation as a director of the Board of the Jamaica Stock Exchange ("the JSE") which took effect on the 17th day of October 2023.
- Seprod Limited (SEP) wishes to disclose that its subsidiary, A.S. Bryden & Sons Holdings Limited, has received approval to list its ordinary and preference shares by introduction on the Main Market of the Jamaica Stock Exchange. By listing its shares by introduction, A.S. Bryden is not offering any new shares for sale to the public, but is publicly listing all of its existing ordinary and preference shares and making them available for trading. A.S. Bryden will list its ordinary and preference shares on the JSE Main Market on 10 November 2023.
- JMMB Group Limited (JMMBGL) is pleased to announce that Mr. Garfield Smith has been promoted to the role of Group Chief Risk Officer effective November 1, 2023. Mr. Smith previously held the role of Group Lead – Credit Risk Management at JMMB Group together with designated responsibility for Credit Risk Management at JMMB Bank (Jamaica) Limited.
- The Board of Directors of Radio Jamaica Limited (RJR) has announced that effective December 31, 2023, Gary Allen will demit office as the chief executive officer (CEO) of the RJRGLEANER Communications Group. Deputy CEO for Print and Digital Services, Anthony Smith will assume duties as the new CEO on January 1, 2024. In addition, Chief Strategy Officer (CSO), Christopher Barnes will be resigning as a director of the Board effective October 31 and as CSO on December 31. He will continue to serve as a consultant with the Group and remain on the Gleaner Company Media Limited and Broadcast subsidiary boards, the Board said.
- Supreme Ventures Limited (SVL) has advised that the Board of Directors of SVL confirmed that a dividend amount of 9.36 cents per stock unit be paid to shareholders on December 6, 2023. Shareholders must be on record as at November 15, 2023.

JSE Top Gainers and Decliners for the week:

| Advancers | | | | Decliners | | | |
|-----------|------------------|-------------|--------|--------------|------------------|-------------|---------|
| Symbol | Close Price (\$) | Change (\$) | % | Symbol | Close Price (\$) | Change (\$) | % |
| TTECH | 2.34 | 0.47 | 25.13% | JMMBGL7.25 | 2.00 | (0.42) | -17.36% |
| CAC | 4.90 | 0.90 | 22.50% | JMMBGL5.50NC | 1.65 | (0.34) | -17.04% |
| MTL | 16.60 | 2.55 | 18.15% | SRFJMD | 10.37 | (1.53) | -12.86% |

(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 | 91.75 | 97.75 | 6.78% |
| Credito Real SAB De CV 9.50% 02/07/2026 | 9.500% | 400.000 | NR | 8.92 | 13.12 | 144.36% |
| Digicel Group 0.5 Ltd 8.00% 04/01/2025 | 8.000% | 324.553 | NR | 15.27 | 26.90 | 132.20% |
| 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 | 7.97 | 103.55% |
| Digicel Group Two Ltd 9.125% 04/01/2024 | 9.125% | 7.817 | NR | 0.71 | 5.97 | 3939.71% |
| Genworth Holdings Inc 6.50% 06/15/2034 | 6.500% | 276.103 | BB | 85.04 | 91.80 | 7.64% |
| Govt. of Bahamas 5.75% 01/16/2024 | 5.750% | 300.000 | B+ | 96.53 | 101.12 | -0.07% |
| Govt. of Bahamas 6.00% 11/21/2028 | 6.000% | 750.000 | B+ | 79.28 | 85.48 | 10.54% |
| Govt. of Bahamas 6.95% 11/20/2029 | 6.950% | 300.000 | B+ | 78.32 | 85.40 | 10.25% |
| Govt. of Bahamas 8.95% 10/15/2032 | 8.950% | 825.000 | B+ | 83.67 | 89.79 | 10.75% |
| Govt. of Barbados 6.50% 10/01/2029 | 6.500% | 530.584 | B- | 89.23 | 95.51 | 7.97% |
| Govt. of Costa Rica 4.375% 04/30/2025 | 4.375% | 500.000 | B+ | 94.32 | 100.00 | 4.38% |
| Govt. of Dominican Republic 5.875% 04/18/2024 | 5.875% | 24.999 | BB- | 95.69 | 99.92 | 6.04% |
| Govt. of Dominican Republic 4.875% 09/23/2032 | 4.875% | 3,066.000 | BB- | 81.27 | 86.33 | 6.96% |
| Govt. of Dominican Republic 5.875% 01/30/2060 | 5.875% | 3,200.000 | BB- | 72.91 | 78.27 | 7.65% |
| Govt. of Panama 9.375% 04/01/2029 | 9.375% | 951.425 | BBB- | 109.42 | 114.58 | 6.16% |
| Govt. of Trinidad 4.375% 01/16/2024 | 4.375% | 322.218 | BB+ | 98.31 | 101.02 | -0.91% |
| Govt. of Trinidad 4.5% 06/26/2030 | 4.500% | 500.000 | BB+ | 88.40 | 93.96 | 5.60% |
| Govt. of Venezuela 9.250% 05/07/2028 | 9.250% | 2,000.000 | NR | 13.87 | 23.36 | 53.63% |
| Govt. of Venezuela 9.25% 09/15/2027 | 9.250% | 4,000.000 | NR | 15.04 | 24.45 | 59.15% |
| National Gas Company 6.05% 01/15/2036 | 6.050% | 400.000 | BB+ | 86.55 | 94.22 | 6.75% |
| Petrobras Global Finance 4.75% 01/14/2025 Euro Denom | 4.750% | 271.945 | BB | 96.86 | 101.58 | 3.36% |
| Petroleos De Venezuela SA 12.75% 02/17/2022 | 12.750% | 3,000.000 | NR | 14.30 | 18.80 | 67.82% |
| Petroleos De Venezuela SA 5.375% 04/12/2027 | 5.375% | 3,000.000 | NR | 10.96 | 15.60 | |
| Petroleos De Venezuela SA 9.75% 05/17/2035 | 9.750% | 3,000.000 | NR | 13.50 | 18.50 | 53.72% |
| Sagcor Financial Co. 5.30% 05/13/2028 | 5.300% | 550.000 | BBB- | 90.85 | 96.46 | 6.21% |
| Telecom Services TT 8.875% 10/18/2029 | 8.875% | 300.000 | B+ | 78.50 | 84.23 | 13.55% |
| Trinidad Generation Unlimited 5.25% 11/04/2027 | 5.250% | 600.000 | BB | 92.76 | 98.26 | 5.95% |
| Trinidad Petroleum Holdings Ltd. 9.00% 08/12/2029 | 9.000% | 500.000 | BB- | 101.90 | 106.73 | 6.81% |
| Unicomer 7.875% 04/01/2024 | 7.875% | 350.000 | B+ | 99.31 | 100.34 | -52.02% |

GOJ Global Bond Indicative Prices

| BOND | CURRENCY | SIZE (M) | COUPON | BID | OFFER | Offer Yield |
|-------------|----------|----------|--------|--------|--------|-------------|
| GOJ 2025 | USD | 196.237 | 7.625% | 99.25 | 105.00 | 3.223% |
| GOJ 2025 | USD | 75.056 | 9.250% | 101.50 | 107.00 | 5.41% |
| GOJ 2028 | USD | 1256.296 | 6.750% | 100.50 | 105.75 | 4.92% |
| GOJ 2036 | USD | 250.000 | 8.500% | 110.00 | 118.50 | 6.31% |
| GOJ 2039 | USD | 1243.238 | 8.000% | 110.60 | 117.10 | 6.18% |
| GOJ 2045 | USD | 1815.000 | 7.875% | 107.65 | 114.15 | 6.63% |
| AIRJAM 2027 | USD | 47.619 | 8.125% | 98.00 | 102.50 | 6.63% |
| NROCC 2024 | USD | 294.180 | 9.375% | 99.00 | 102.50 | 4.30% |