

BSE First Quarter Market Activity Report

2019



*Barbados Stock Exchange...
Building a Better Market!*

BSE First Quarter Report

2019

Overview

Overall trading volume and value increased by 567% and 20% respectively for the first quarter of 2019. Regular Market activity increased significantly by 508% in terms of volume traded but experienced a 32% decrease in terms of value traded. The Put-Through Market experienced substantial increases in activity as the volume traded increased by 4019% with a corresponding increase in the value traded on this market of 7060%. There was no trading activity on either the Block Trade or Junior Market. The total number of trades at the close of the first quarter of 2019 experienced a 101% increase as 906 trades were conducted across the board of the BSE. This as compared to 451 trades conducted for the first quarter of 2018.

Year to date and Year on Year market measures recorded relatively favorable results. All Index and Market Capitalization measures benefitted from the upward price movements of several locally listed securities, with only the year to date the Cross-Listed measure recording a minor decrease. **Table 1 - Trading Activity Comparison by Market – Quarter 1, 2019** shows a summary of year to date trading activity.

Table 1 – Trading Activity Comparison by Market – Quarter 1, 2019

Market	Year-to-Date	Year-to-Date	Year-to-Date	Year-to-Date	% Change	% Change
	2019 Volume	2018 Volume	2019 Value	2018 Value	Volume	Value
REGULAR	11,687,644	1,923,203	\$6,615,751	\$9,686,114	508%	-32%
PUT - THROUGH	1,349,279	32,757	\$5,114,193	\$ 71,427	4,019%	7,060%
JUNIOR	-	-	\$ -	\$ -	NA	NA
BLOCK TRADE	-	-	\$ -	\$ -	NA	NA
TOTAL	13,036,923	1,955,960	\$11,729,945	\$9,757,540	567%	20%

Regular Market

Regular Market volume increased by 508% during the first quarter of 2019, however, this activity did not have positive impact on the Regular Market values traded. Value traded on this market decreased marginally, declining by 32% when compared to activity in the corresponding period in 2018. The increase in volume activity can be attributed to improvements in trading of both the Eppley Caribbean Property Fund SCC – Value Fund and Development Fund (formerly, Fortress Caribbean Property Fund – Value and Development Fund).



There was a decrease in the number of trades (23%) as 296 trades occurred during the first quarter of 2019, as compared to 384 trades for the corresponding period in 2018 as seen in **Table 2 - 1st Quarter Regular Market Performance – Year on Year – 2019**. A snapshot of the advance-decline ratio at the end of the first quarter of 2019 showed that five securities advanced and seven declined versus eight securities advancing in price and six declining at the close of the first quarter of 2018.

Table 2 – 1st Quarter Regular Market Performance – Year on Year – 2019

	31-Mar-19	31-Mar-18	% Change
TOTAL SHARE VOLUME TRADED	11,687,644	1,923,203	508%
TOTAL SHARE VALUE TRADED	6,615,751	9,686,114	-32%
AVERAGE DAILY SHARE VOLUME TRADED	188,510	31,019	508%
AVERAGE DAILY SHARE VALUE TRADED	\$ 106,706	\$ 156,228	-32%
NUMBER OF TRADES	296	384	-23%
NUMBER OF TRADE DAYS	62	62	0%
AVERAGE SHARE PRICE	\$ 4.61	\$ 4.62	0%
ADVANCE/DECLINE RATIO	5/7	8/6	N/A
LOCAL INDEX	3,263.96	3,236.81	1%
CROSS – LISTED INDEX	1,709.11	1,458.49	17%
COMPOSITE MARKET INDEX	818.81	796.14	3%
LOCAL MARKET CAPITALIZATION	7,088,892,911	7,029,939,065	1%
CROSS-LISTED MARKET CAPITALIZATION	1,153,721,436	984,541,405	17%
COMPOSITE MARKET CAPITALIZATION	8,242,614,346	8,014,480,470	3%
NUMBER OF LISTED SECURITIES	18	18	0%

Goddard Enterprises Limited was the most actively traded security on the market accounting for 24% of the number of trades occurring for the first quarter of 2019. They were followed by Sagicor Financial Corporation Limited and Epley Caribbean Property Fund SCC – Development Fund which accounted for 20% and 17% of the number of trades for the quarter in this market respectively. **Figure 1 - No. of Trades - 1st Quarter 2019** illustrates the number of trades occurring on the Regular Market by Security.

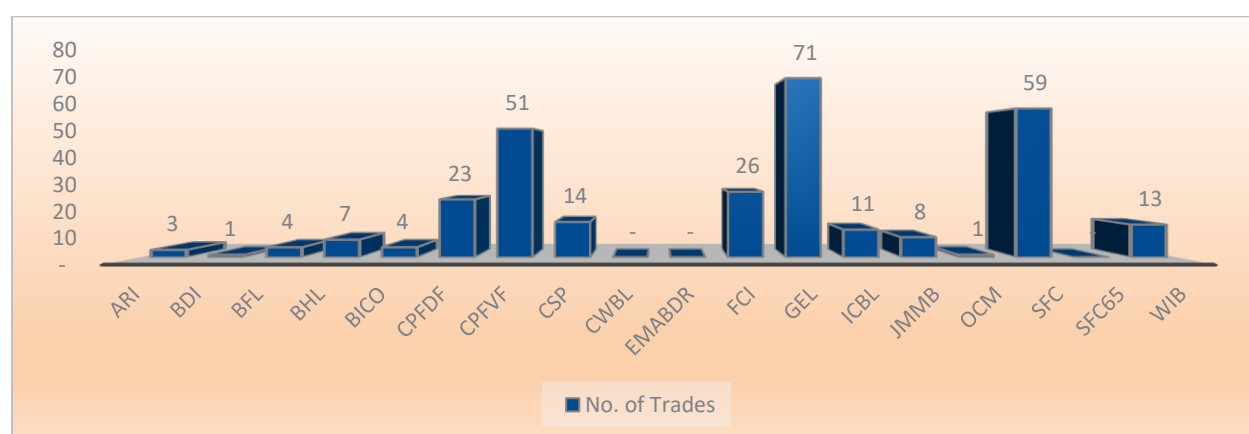


Figure 1 – No. of Trades – 1st Quarter 2019

Table 3 and **Table 4**, illustrates the top traded securities for the quarter based on volume and value respectively. Epley Caribbean Property Fund SCC –

Development Fund was the top performer in terms of volume while Eppley Caribbean Property Fund SCC – Value Fund was the top performer in terms of value. Eppley Caribbean Property Fund SCC – Value Fund and FirstCaribbean International Bank rounded out the top three securities in terms of volume traded while FirstCaribbean International Bank and Eppley Caribbean Property Fund SCC – Development Fund rounded out the top three in terms of value traded.

Table 3 – Top Five Traded Securities by Volume – 2019

	2019	2018	2019	2018
Company	Volume	Volume	Value	Value
EPPLEY CARIBBEAN PROPERTY FUND - DEV FUND	5,747,255	84,174	\$ 1,205,675	\$ 13,021
EPPLEY CARIBBEAN PROPERTY FUND - VAL FUND	4,962,723	112,877	\$ 2,750,993	\$ 55,690
FIRSTCARIBBEAN INTERNATIONAL BANK	532,094	199,767	\$ 1,522,714	\$ 566,804
JMMB GROUP LIMITED	145,460	0	\$ 68,333	\$ -
GODDARD ENTERPRISES LIMITED	142,732	543,109	\$ 518,201	\$ 6,130,845

Table 4 – Top Five Traded Securities by Value – 2019

	2019	2018	2019	2018
Company	Value	Value	Volume	Volume
EPPLEY CARIBBEAN PROPERTY FUND - VAL FUND	\$ 2,750,993	\$ 55,690	4,962,723	112,877
FIRSTCARIBBEAN INTERNATIONAL BANK	\$ 1,522,714	\$ 566,804	532,094	199,767
EPPLEY CARIBBEAN PROPERTY FUND - DEV FUND	\$ 1,205,675	\$ 13,021	5,747,255	84,174
GODDARD ENTERPRISES LIMITED	\$ 518,201	\$ 6,130,845	142,732	543,109
SAGICOR FINANCIAL CORPORATION LIMITED	\$ 296,758	\$ 1,137,825	111,268	537,726

Junior Market, Block Trade Market & Put Through Market

There was no trading activity recorded for the Block Trade, Junior Markets and ISM for the first quarter of 2019.

The Put-through Market recorded large increases in terms of both volume and value traded. The total volume of shares traded increased by 4019% while the total value of shares traded increased by 7060%. By the close of the first quarter of 2019, 1,349,279 shares were traded across the floor of this market with a corresponding value of \$5,114,193 as compared to 32,757 shares traded and a value of \$71,427 trading as at March 31, 2018. **Table 5 - Put-through Market Activity - 1st Quarter 2019** illustrates the activity which occurred on this market as at March 31, 2019.

Table 5: Put-through Market Activity – 1st Quarter – 2019

Company	No. of Trades	Volume	Value
CAVE SHEPHERD AND COMPANY LIMITED	1	1,600	\$ 7,440
GODDARD ENTERPRISES LIMITED	8	1,146,988	\$ 4,503,054
INSURANCE CORPORATION OF BARBADOS LIMITED	1	30,000	\$ 102,600
SAGICOR FINANCIAL CORPORATION LIMITED	600	170,691	\$ 501,099
	610	1,349,279	\$ 5,114,193

Fixed Income Market

There was no trading activity on the Fixed Income Market for the first quarter of 2019. This as compared to a total of 61 trades in which twenty (20) Barbados Government Debentures and eight (8) Barbados Government Treasury Notes were traded with a face value of \$30,732,000 at the close of the first quarter of 2018.

The absence of Fixed Income activity can be attributed to the Government of Barbados' domestic debt restructuring program announced in September 2018.

The International Securities Market (ISM)

There are two securities listed on the board of the ISM. There was no trading on the ISM as at March 31, 2019. The Market Capitalization of the ISM stood at US \$87,766,298. **Table 6 – International Securities Market – 1st Quarter 2019** illustrates the securities listed on the International Securities Market.

Table 6: International Securities Market Summary – 1st Quarter 2019

	CLOSING PRICE USD \$
SECURITY	Dec 31 2018
PRODUCTIVE BUSINESS SOLUTIONS LIMITED	0.55
PRODUCTIVE BUSINESS SOLUTIONS LIMITED – PEF 9.75%	0.77

Index and Market Capitalization Movement

A year on year comparison of the Index and market capitalization¹ performance (Table 7 and Table 8) shows that all market measures experienced increases over the last 12 months. First quarter 2019 Cross Listed market measures showed the greatest improvement, recording a 17% increase - both index and market cap - over their respective first quarter 2018 positions. These improvements can be attributed to JMMB Group Limited's share price climbing 34% from \$0.35 on March 29, 2018 to \$0.47 at the close of trading on March 29, 2019. Figure 2 - Index Movement March 2018 to March 2019 illustrates the trend of the indices over the period under consideration.



Table 7 – Index Comparison Year on Year – 2019

Index	31-Mar-19	31-Mar-18	% Change
LOCAL	3,263.96	3,236.81	0.84%
CROSS LISTED	1,709.11	1,458.49	17.18%
COMPOSITE	818.81	796.14	2.85%

Table 8 – Market Capitalization Comparison Year on Year – 2019

Market Capitalization	31-Mar-19	31-Mar-18	% Change
LOCAL	7,088,892,911	7,029,939,065	0.84%
CROSS LISTED	1,153,721,436	984,541,405	17.18%
COMPOSITE	8,242,614,346	8,014,480,470	2.85%

¹ The BSE Market Capitalization measures are price weighted and thus movements in these measures will follow those of the BSE Index measures. Variations in these two measures would only result in cases where there is an addition to, or cancellation of, shares issued and outstanding of a listed security.

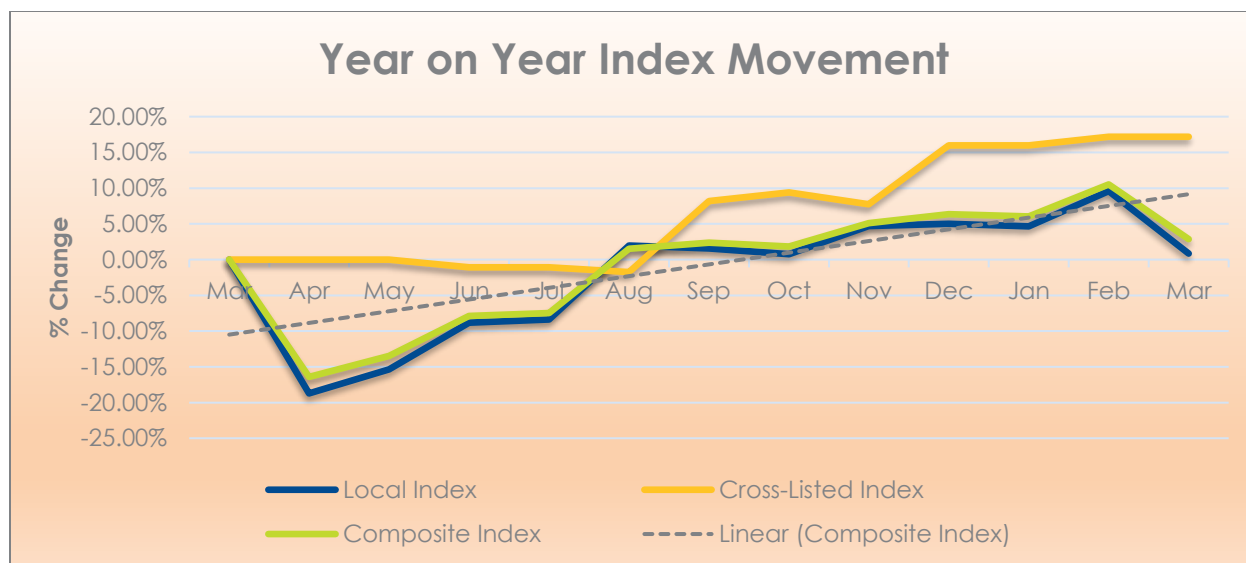


Figure 2 - Index Movement March 2018 to March 2019

The indices and market capitalization measures for the first quarter of 2019 (**Table 9** and **Table 10**) showed less than favorable results as some of the major Issuers of shares experienced double digit declines in their share prices when compared to their closing positions as at December 31, 2018. The Local Index and Market Capitalization measures fell by 3.96% each respectively. The Composite market measures also recorded a decline to the tune of 3.29%, however, the Cross-Listed Index and Market Capitalization measures recorded a negligible increase of 1.02% due when compared to their respective December 31, 2018 results.

Table 9 – Index Comparison 1st Quarter – 2019

Index	31-Mar-19	31-Dec-18	% Change
LOCAL	3,263.96	3,398.45	-3.96%
CROSS LISTED	1,709.11	1,691.83	1.02%
COMPOSITE	818.81	846.66	-3.29%

Table 10 – Market Capitalization Comparison 1st Quarter – 2019

Market Capitalization	31-Mar-19	31-Dec-18	% Change
LOCAL	7,088,892,911	7,380,982,354	-3.96%
CROSS LISTED	1,153,721,436	1,142,051,008	1.02%
COMPOSITE	8,242,614,346	8,523,033,362	-3.29%

Company Activity Comparative Report

For the first quarter of 2019, five (5) securities advanced, seven (7) declined, four (4) remained unchanged and three (3) did not trade – Emera Deposit Receipt advanced in price but did not trade². This as compared to eight (8) securities advanced, six (6) declined, one (1) remained unchanged and four (4) did not trade – Emera Deposit Receipt declined in price but did not trade; there was one (1) delistings.

ABV Investments Incorporated was the top performer for the quarter climbing 650% from \$0.02 at the close of 2018 to \$0.15 at the close of the first quarter of 2019. West India Biscuit Company Limited (23%), Emera Deposit Receipt (18%) and Barbados Dairy Industries Limited (17%) were the remaining securities experiencing double digit increases during the quarter. Barbados Farms Limited (56%), Insurance Corporation of Barbados Limited (28%), Sagicor Financial Corporation Limited (15%), Goddard Enterprises Limited (13%) and Eppley Caribbean Property Fund SCC- Development Fund (13%) were the securities recording double-digit declines at the close of the first quarter of 2019. **Table 11 - 1st Quarter Trading Activity by Security – 2019** illustrates the price movements for the first quarter of 2019.



Table 12 – Year on Year Price Movements by Security – 2019, illustrates the price movements over the last twelve months. At the close of the first quarter of 2019, nine (9) securities have experienced price increases over their March 31, 2018 position while six (6) securities experienced declines.

² Emera Deposit Receipt – Due to the calculation of Emera Deposit Receipt's closing price being dependent on its parent security's – EMERA – closing price on the Toronto Stock Exchange (TSX) and the currency exchange rate (CDN to BDS) – this security may advance or decline in price with or without any trading activity.

Table 11 - 1st Quarter Trading Activity by Security – 2019 (Regular and Junior market only)

	1st Quarter 2019	1st Quarter 2019	CLOSING PRICE	CLOSING PRICE	% Change
SECURITY	Volume	Value	Mar 31 2019	Dec 31 2018	
ABV INVESTMENTS INCORPORATED	7,500	\$ 1,125	0.15	0.02	650.00%
BICO LIMITED	2,682	\$ 8,314	3.10	3.10	0.00%
BARBADOS DAIRY INDUSTRIES LIMITED	50	\$ 175	3.50	3.00	16.67%
BARBADOS FARMS LIMITED	3,012	\$ 1,060	0.30	0.68	-55.88%
BANKS HOLDINGS LIMITED	10,854	\$ 52,664	4.85	4.85	0.00%
EPPLEY CARIBBEAN PROPERTY FUND SCC - DEVELOPMENT FUND	5,747,255	\$1,205,675	0.20	0.23	-13.04%
EPPLEY CARIBBEAN PROPERTY FUND SCC – VALUE FUND	4,962,723	\$2,750,993	0.55	0.55	0.00%
CAVE SHEPHERD AND COMPANY LIMITED	9,047	\$ 40,432	4.30	4.60	-6.52%
CABLE AND WIRELESS BARBADOS LIMITED	0	\$ -	2.29	2.29	0.00%
FIRSTCARIBBEAN INTERNATIONAL BANK	532,094	\$1,522,714	2.86	2.86	0.00%
GODDARD ENTERPRISES LIMITED	142,732	\$ 518,201	3.25	3.75	-13.33%
INSURANCE CORPORATION OF BARBADOS LIMITED	7,672	\$ 26,532	3.41	4.75	-28.21%
JMMB GROUP LIMITED	145,460	\$ 68,333	0.47	0.46	2.17%
EMERA DEPOSIT RECEIPT	0	\$ -	18.52	15.73	17.74%
ONE CARIBBEAN MEDIA LIMITED	20	\$ 117	5.85	5.92	-1.18%
SAGICOR FINANCIAL CORPORATION 6.5% PREFERENCE	0	\$ -	2.26	2.26	0.00%
SAGICOR FINANCIAL CORPORATION LIMITED	111,268	\$ 296,758	2.59	3.05	-15.08%
WEST INDIA BISCUIT COMPANY LIMITED	5,275	\$ 122,658	24.55	20.00	22.75%
TOTAL	11,687,644	\$6,615,751			

* Denotes delisted security

Table 12 - Year on Year Price Movements by Security – 2019 (Regular and Junior market only)

	CLOSING PRICE	CLOSING PRICE	% Change
SECURITY	Mar 31 2019	Mar 31 2018	
ABV INVESTMENTS INCORPORATED	0.15	0.05	200.00%
BANKS HOLDINGS LIMITED	4.85	7.10	-31.69%
BARBADOS DAIRY INDUSTRIES LIMITED	3.50	3.00	16.67%
BARBADOS FARMS LIMITED	0.30	0.68	-55.88%
BICO INDUSTRIES LIMITED	3.10	2.98	4.03%
CABLE AND WIRELESS BARBADOS LIMITED	2.29	2.29	0.00%
CAVE SHEPHERD AND COMPANY LIMITED	4.30	4.00	7.50%
EMERA DEPOSIT RECEIPT	18.52	15.68	18.11%
FIRSTCARIBBEAN INTERNATIONAL BANK	2.86	2.90	-1.38%
EPPLEY C'BEAN PROPERTY FUND - DEVELOPMENT FUND	0.20	0.16	25.00%
EPPLEY C'BEAN PROPERTY FUND - VALUE FUND	0.55	0.55	0.00%
GODDARD ENTERPRISES LIMITED	3.25	11.30	-71.24%
INSURANCE CORPORATION OF BARBADOS LIMITED	3.41	3.45	-1.16%
JMMB GROUP LIMITED	0.47	0.35	34.29%
ONE CARIBBEAN MEDIA LIMITED	5.85	6.25	-6.40%
SAGICOR FINANCIAL CORPORATION	2.59	2.14	21.03%
SAGICOR FINANCIAL CORPORATION 6.5% PREF	2.26	2.26	0.00%
WEST INDIA BISCUIT COMPANY LIMITED	24.55	18.00	36.39%

*Denotes delisted security



Conclusion

Table 13 - Year to date Index Comparison – 2019

Index Name	Region/Exchange	Closing March 31 2019	Closing Dec 31 2018	% Change
BSE COMPOSITE INDEX	Barbados Stock Exchange	818.81	846.66	-3.29%
BISX INDEX	Bahamas International Securities Exchange	2,119.29	2,109.45	0.47%
BSX INDEX	Bermuda Stock Exchange	2,147.73	1,958.99	9.63%
ECSE INDEX	Eastern Caribbean Stock Exchange	150.34	152.47	-1.40%
JSE MARKET INDEX	Jamaica Stock Exchange	388,276.91	379,790.86	2.23%
TTSE COMPOSITE INDEX	Trinidad and Tobago Stock Exchange	1,327.76	1,302.48	1.94%

A comparison of BSE first quarter 2019 activity versus that of the first quarter of 2018 would reveal that market conditions have improved considerably; there were no extra-ordinary transactions conducted in either period to skew results. While there were substantial increases in total trading volume, the total value traded did not experience similar overall improvement. Regular Market performance was slightly skewed as the four for one (4 – 1) stock split conducted by Goddard Enterprises Limited during the third quarter of 2018 resulted in a 71% decline in the price of this security. The Eppley Caribbean Property Funds – Development and Value Funds – showed marked improvements in volumes traded, however, neither security experienced sizable enough, positive price movements to offset the impact reduction in Goddard Enterprises Limited's share price. Improved Put Through Market activity – both volume and value – assisted in positively influencing the year on year increases in overall activity.

An examination of first quarter 2019 closing indices for exchanges across the region (**Table 13**) when compared to their closing values as at December 31st, 2018 reveal improvements for the indices of the Bahamas International Securities Exchange's (BISX), the Bermuda Stock Exchange (BSX), the Jamaica Stock Exchange (JSE), and the Trinidad and Tobago Stock Exchange's (TTSE). The BSX Index recorded the largest increase of 9.63%, followed by the JSE Market Index (2.23%), the TTSE Composite Index (1.94%) and the BISX Index (0.47%). The BSE Index and the the Eastern Caribbean Stock Exchange's (ECSE) Index recorded declines of 3.29% and 1.40% respectively.