

Bora Research - Weekly Market Review (12-July-24)

WEEKLY MARKET HEADLINES

- Finance Minister to present mid-year budget on July 23;** The presentation will provide an update on the implementation of the 2024 Budget, with insights into the economic and fiscal performance for the first half of the year. Nonetheless, the market expects a presentation on enhanced compliance measures to boost revenue from existing taxes with no new tax introductions. ([CitiBusiness](#))
- Inflation eases to 22.8% in June, from 23.1% in previous month;** The deceleration in overall inflation was largely driven by non-food prices which decreased year-on-year to 21.6%, from 23.6% in May). Meanwhile, food inflation climbed further to 24% from 22.6% in May 2024. ([GSS](#))
- Share price of Enterprise Group Limited (EGL) hits a ten-year low of GH¢1.37;** The pioneering Ghanaian insurance company began the year with a share price of GH¢2.39 but has since lost 42.7% off that price. EGL is currently trading at a price-to-earning ratio of 0.89. It is the third most traded stock on the local bourse over the past three (3) months. ([BoraResearch](#))

FIXED INCOME MARKET

- The rates on the 91- and 182- day treasury bills remained stable, while that of the 364 day bill realized a marginal gain at the end of this week's auction.

Government of Ghana Treasury Bill Rates (%)				
Instrument	12 Jul 24	05 Jul 24	WoW	YTD
91-Day	24.79	24.79	0.00%	▼ -15.07%
182-Day	26.75	26.75	0.00%	▼ -15.74%
364-Day	27.79	27.79	▲ 0.00%	▼ -14.08%



Bora Purchase Rates for Clients

Instruments	Min. Yield (%)	Max. Yield (%)
0 - 91 days	23.50	28.00
92 - 182 days	26.75	29.00

EQUITIES MARKET

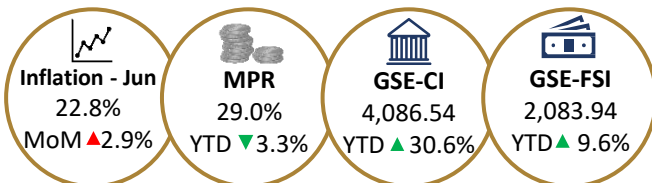
- The stock market gained ▲ 3.44% at the end of this week's auction;
- Trading values and volumes were however lower as compared to the previous week's levels;
- ALLGH (▲ 8.89%; GH¢6.00) led five price gainers whiles EGL (▼ 31.50%; GH¢1.37) was the only price laggard.

UPCOMING EVENTS

-  Mid-Year Budget Review | 23rd July, 2024
-  MPC Press Release | 29th July, 2024

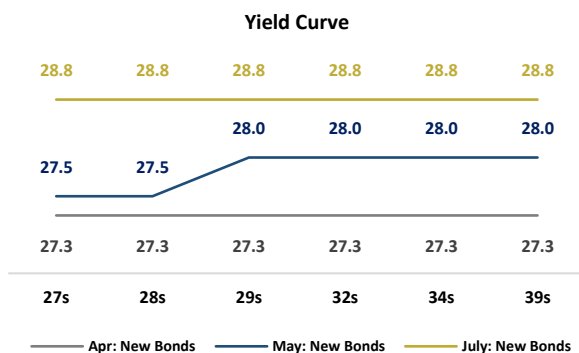
* **WoW** – week on week **MoM** – month on month **YTD** – year-to-date

KEY ECONOMIC INDICATORS



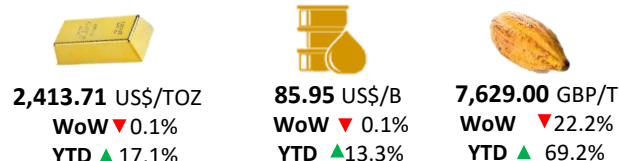
TREASURY YIELD CURVE

- Over the past week, the yields on the new bonds remained flat across the curve. Rates on the yield curve maintained an average 28.8%.



COMMODITIES

- Brent crude oil prices headed for a weekly loss as the rising possibility of a ceasefire deal in Gaza outweighed strong summer fuel demand and potential supply disruptions from Gulf of Mexico hurricanes.



Source: Reuters, Business Insider

CURRENCIES



Source: Bloomberg, xe.com

QUOTE OF THE WEEK

"An understanding of business essentials is critical to wise investing." - Hendrith Vanlon Smith Jr