

Monthly Market Review (December 2021)

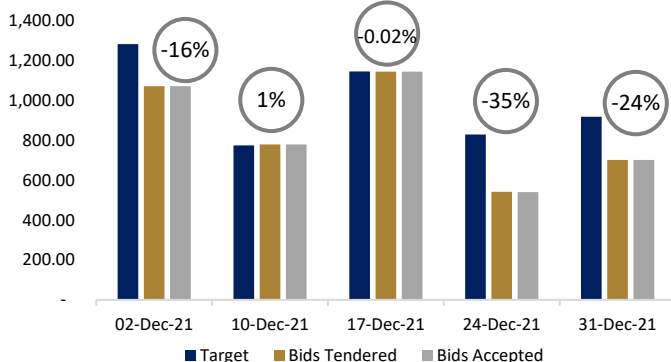
NEWS HEADLINES

- **Fitch revises Ghana's growth rate to 4.2% for 2021;** Fitch Solutions, in its first quarter 2022 Ghana Country Risk Report has revised Ghana's economic growth rate for 2021 down to 4.2% from its earlier projection of 4.5% due to the low level of household spending. ([MyJoyOnline](#))
- **FML posts first positive annual return in three (3) years;** The dairy production and distribution company returned an annual gain of 270.37% to investors compared to -55%, -49%, -74% posted in 2018, 2019 and 2020 respectively. This made FML the best performing stock on the GSE in 2021, closing the year at GH¢4.40. ([GSE](#))
- **Fuel prices expected to surge by 3.7% in January 2022;** The Chamber of Petroleum Consumers (COPEC) has hinted that prices of petrol and diesel are expected to go up by 3.7% and 2.5% respectively, in the 1st Pricing Window of January 2022. ([COPEC](#))

FIXED INCOME MARKET

- Rates on short term instruments inched up marginally during the month while YTD rates show a 11.2%, 6.6% and 1.9% decline on the 91, 182 and 364 Day bills respectively.
- The 5-Year and 3-Year GoG bonds issued during the month, cleared at 21.0% and 20.50% respectively.

GoG Securities Auction Results with %subscription



GoG Fixed Income Rates

Instrument	31 Dec 21	26 Nov 21	MoM Δ	YTD Δ
91-Day	12.53	12.50	▲ 0.2%	▼ -11.2%
182-Day	13.21	13.17	▲ 0.3%	▼ -6.6%
364-Day	16.64	16.30	▲ 2.1%	▼ -1.9%

Bora Purchase Rates for Clients (December '21)

Instruments	Min. Yield (%)	Max. Yield (%)
Under 182 Days	16.82	19.00
Up-to 1 Year	16.70	19.50
1- 3 Years	19.50	20.25
Over 3 Years	20.70	21.30

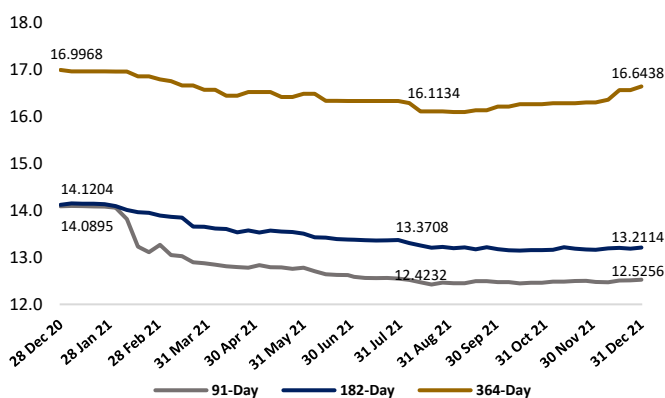
MoM – month on month YTD – year-to-date

KEY MACROECONOMIC INDICATORS

- Increases in the cost of housing, water, electricity and fuels saw inflation for November rising to 12.2%. This was the sixth-straight monthly climb in the consumer price index;
- The Monetary Policy Committee raised its benchmark monetary policy rate (MPR) by 100bps from 13.5% to 14.5% in November on the back of increased inflationary risks.



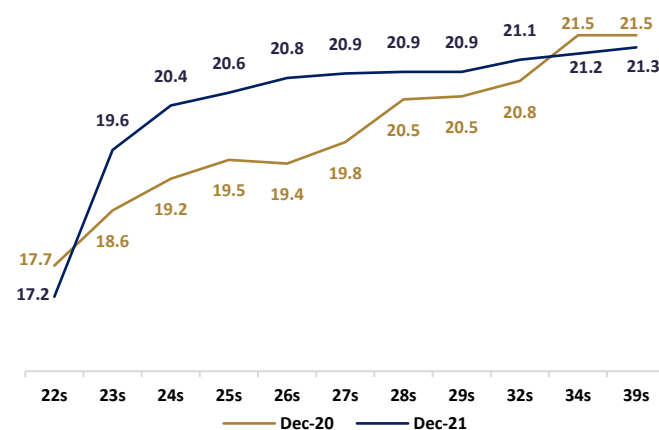
1 year trend of Treasury Instruments



TREASURY YIELD CURVE

- Yields on the secondary market extended their upward trend during the month. Compared to yields in December 2020, medium term rates inched up by about 1.1% whereas long term instruments have experienced marginal declines.

Trend of Yield Curve: Dec. 2020 vs Dec. 2021



Bora Research – Monthly Market Report (December 2021)

EQUITIES MARKET

- The stock market closed the year on a positive note with the GSE Composite Index registering a year-to-date return of **▲43.66%**;
- ETI and TOTAL led the monthly gainers and decliners charts respectively in December.
- For the financial year, FML (▲270.37%; GH¢4.00) was the lead gainer while CPC (▼33.33%; GH¢0.02) was the biggest loser.

Index

GSE-CI

2,789.34
MoM ▼2.7%
YTD ▲43.7%

GSE-FI

2,151.85
MoM ▲2.9%
YTD ▲20.7%

Market Cap. (GH¢)

64,495.20M
MoM ▲0.1%
YTD ▲18.6%

Top Gainers

ETI

GH¢ 0.14
MoM ▲55.6%
YTD ▲75.0%

SIC

GH¢ 0.08
MoM ▲14.3%
YTD ▲0.0%

EGL

GH¢ 2.79
MoM ▲10.3%
YTD ▲99.3%

Top Losers

TOTAL

GH¢ 5.02
MoM ▼8.6%
YTD ▲77.4%

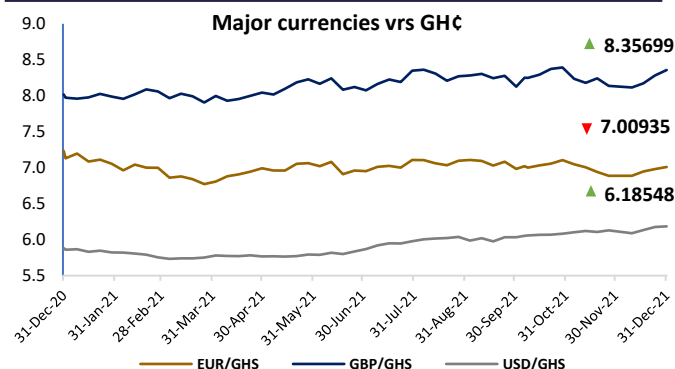
MTNGH

GH¢ 1.11
MoM ▼7.5%
YTD ▲73.4%

EGH

GH¢ 7.60
MoM ▼2.6%
YTD ▲5.6%

INTERBANK EXCHANGE RATES






COMMODITIES MARKET

- Brent crude oil ended the year up by 50.5%, its biggest annual gain since 2016, spurred by the global economic recovery from the COVID-19 pandemic even as infections reached record highs worldwide. Brent oil peaked in October at \$86.70 a barrel, its highest since 2018.



52-week Low

Current Price

52-week High

	46.82	77.78	86.70
	1,677.10	1,821.50	1,958.90
	1,521.00	1,701.00	1,979.00

UPCOMING EVENTS IN JANUARY

-  Settlement of 3-Year Bond (Rollover) | Jan, 2022
-  MPC Meeting Date | 25th – 28th Jan, 2022

ARE YOU ACHIEVING YOUR FINANCIAL GOALS ?

- Your financial situation and goals are unique to you. No one has the same rent, bills, debts, or most importantly, the same lifestyle that you have;
- To ensure your financial soundness irrespective of your financial situation, there is the need for a plan that will answer your specific and peculiar financial issues;
- At Bora Advisors, our professionals are ready to assist you in reviewing your financial situation and plot your path to financial independence;
- Bora Advisors is a distinct Investment Adviser driven by commitment to our core philosophies and values;
- Talk to us today to help you achieve your financial goals.

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