

## Bora Research - Weekly Market Review (11-Aug-23)

### WEEKLY MARKET HEADLINES

- **Inflation rises for third consecutive month — Hits 43.1% in July;** Upward pressure, mainly from food prices (55% in July vs 54.2% in June), edged annual inflation rate higher for the third month running. Inflation stands at 43.1% for July 2023, up from 42.5% in the prior month. This is the steepest inflation rate in four months. ([GSS](#))
- **Bank of Ghana (BoG) clarifies GH¢60.8bn (US\$5.4bn) loss recorded in its 2022 annual report;** The BoG explained that GH¢53.1bn out of the total losses were a direct result of the domestic debt restructuring exercise, both the first and second phases. The statement added that these losses have very little implication for the operations of the BoG, and technically, Central Banks cannot be insolvent or bankrupt. ([BoG](#))
- **Investors anticipate first coupon payment of Domestic Debt Exchange Programme (DDEP) in a couple of weeks;** Following the and uneasiness of the market whether or not to tender in local bonds in the DDEP, investors who participated in February this year are on edge for their first coupon payment in the coming month. ([Bora Research](#))

### FIXED INCOME MARKET

- The treasury bills edged up further at this week's auction.

Government of Ghana Treasury Bill Rates (%)				
Instrument	11 Aug 23	04 Aug 23	WoW	YTD
91-Day	26.09	25.57	▲ 2.03%	▼ -26.83%
182-Day	27.60	27.28	▲ 1.16%	▼ -23.23%
364-Day	30.70	30.49	▲ 0.68%	▼ -14.52%

Bora Purchase Rates for Clients		
Instruments	Min. Yield (%)	Max. Yield (%)
0 - 91 days	23.43	29.00
Under 182 days	22.96	27.28

### EQUITIES MARKET

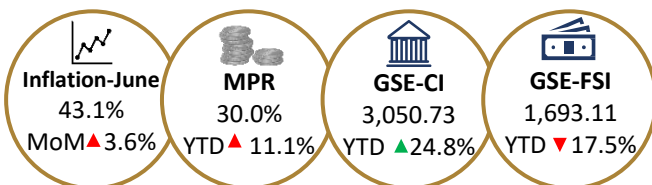
- The stock market trimmed by ▼2.45% at the end of this week's trading session;
- Trading values and volumes were also lower compared to the previous week's levels;
- FML (▲ 3.03%; GH¢1.36) and GCB (▲ 3.03%; GH¢3.40) led the price gainers. EGH (▼9.26%; GH¢4.90) led the laggards.

### UPCOMING EVENTS

- 🏛️ New deadline for cocoa bills and dollar bonds exchange programme | 18<sup>th</sup> August
- 🏛️ MPC Press Release | 25<sup>th</sup> September

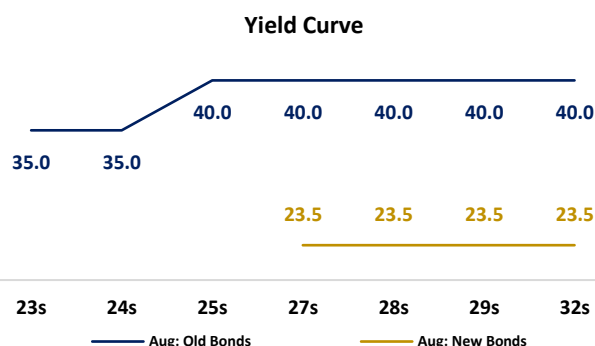
\* **WoW** – week on week    **MoM** – month on month    **YTD** – year-to-date

### KEY ECONOMIC INDICATORS



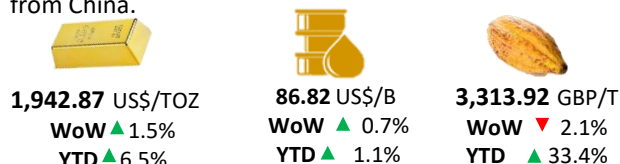
### TREASURY YIELD CURVE

- The secondary market has not experienced much movement over the past few weeks as yields on both the old and new bonds remain relatively stable.

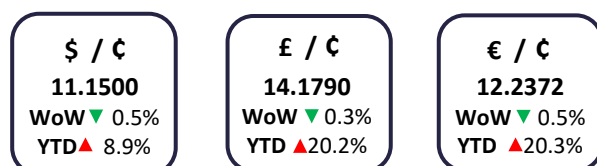


### COMMODITIES

- Oil prices hit new peaks this week with the global Brent benchmark touching its highest since January after a steep drawdown in U.S. fuel stockpiles and Saudi and Russian output cuts offset concerns about slow demand from China.



### CURRENCIES



Source: Bloomberg, xe.com

### QUOTE OF THE WEEK

*"It's not what you earn. It's what you save and invest that creates wealth for you."* - Manoj Arora