

Bora Research - Weekly Market Review (15-Dec-23)

WEEKLY MARKET HEADLINES

- **Annual Inflation falls to 26.4% in November 2023, form 35.2% recorded in October;** Food inflation was the major contributor to the decline in the rate, dropping by 12.6% to 32.2% in November 2023. Non-food inflation also eased to 21.7%, compared to 27.7% in October 2023. The month-on-month rate of food and non-food inflation stood at 0.8% and 2.2% respectively. [\(GSS\)](#)
- **Notable drop in inflation set to impact Treasury, interest rates;** The drop in annual inflation to 26.4% comes as a favourable outcome, considering the Government's end-2023 inflation target stands at 31.3%, per the 2024 budget. This sustained downward trend underscores a continued disinflation process, and is expected to steer the Monetary Policy rate away from 30% range which has prevailed for three consecutive policy committee sittings. [\(BFTOnline\)](#)
- **Evidence is clear the economy is responding to policies by Bank of Ghana (BoG) – BoG Governor;** The Governor of BoG reiterated that prudential data in the year up to October 2023, show profitability of banks has remained relatively strong, and the Capital Adequacy Ratio, adjusted for the regulatory reliefs, was also higher than the revised prudential minimum, he stressed. [\(MyJoyOnline\)](#)

FIXED INCOME MARKET

- The treasury bill rates declined at the end of this week's auction, subscribed at 118.57%.

Government of Ghana Treasury Bill Rates (%)				
Instrument	15 Dec 23	08 Dec 23	WoW	YTD
91-Day	29.05	29.58	▼ -1.81%	▼ -18.54%
182-Day	31.14	31.97	▼ -2.60%	▼ -13.38%
364-Day	32.49	33.46	▼ -2.89%	▼ -9.53%

Bora Purchase Rates for Clients		
Instruments	Min. Yield (%)	Max. Yield (%)
0 - 91 days	28.80	29.40
92 - 182 days	27.98	31.88
Up to 1 Year	33.00	33.40

EQUITIES MARKET

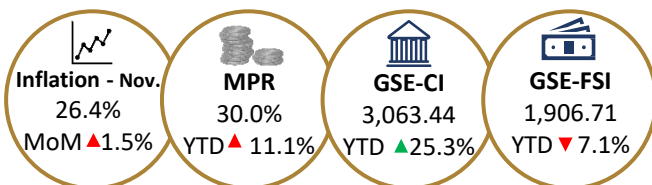
- The stock market declined by ▼ 2.15% at the end of the week under review;
- Trading values and volumes were also lower as compared to the previous week's levels;
- FML (▲0.66%; GH¢3.04) was the highest price gainer while MTNGH (▼ 3.57%; GH¢1.35) led the laggards.

UPCOMING EVENTS

📅 MPC Press Release | 29th January, 2024

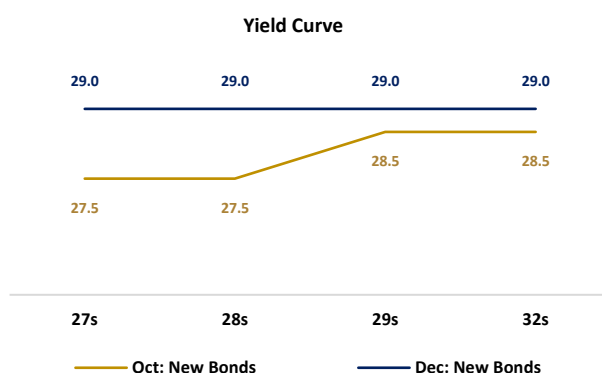
* **WoW** – week on week **MoM** – month on month **YTD** – year-to-date

KEY ECONOMIC INDICATORS



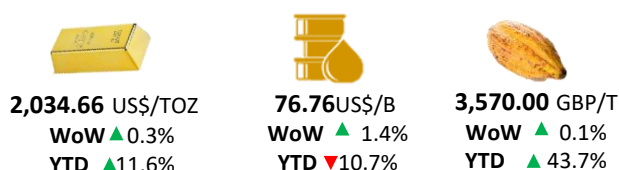
TREASURY YIELD CURVE

- The yields on bonds remained flat over the past week, maintaining an average absolute 29.0% across the curve.



COMMODITIES

- Oil prices rose 3% on Thursday, extending the previous session's gains, boosted by a weaker dollar and as the International Energy Agency (IEA) lifted its oil demand forecast for next year.



CURRENCIES



Source: Bloomberg, xe.com



BORA X'MAS TIP: START EARLY

Begin your holiday shopping early to take advantage of sales and avoid last-minute impulse purchases. Look for discounts and promotional deals to maximize your savings.