

Bora Research - Weekly Market Review (16 Dec 22)

WEEKLY MARKET HEADLINES

- **Ghana reaches \$3 billion Staff-Level Agreement with the IMF;** According to the IMF Ghana Mission Chief, Stéphane Roudet, the priority of the 3-yr program is to reduce inflation, enhance resilience to external shocks, and improve market confidence. ([IMF](#))
- **Ghana's inflation surges to 50.3% in November from 40.4% in October;** This is the highest reading since May 2001, and well above the central bank's target band of 6%-10%, as the continued depreciation of the cedi raised the cost of imported goods (55.1% in November vs 43.7% in October). ([GSS](#))
- **Investors and labour unions hold out for either exclusion from or revision to the Domestic Debt Exchange programme (DDE);** Ahead of the 19th December deadline for participation in the DDE, investors and various market players are on the look out if the Government will heed the plea of Ghanaians to revising the bond exchange terms and conditions. ([Bora Research](#))

FIXED INCOME MARKET

- Treasury bill rates further declined at this week's auction, with 85% oversubscription rate.

Government of Ghana Treasury Bill Rates (%)				
Instrument	16 Dec 22	09 Dec 22	WoW	YTD
91-Day	34.93	35.57	▼-1.80%	▲178.85%
182-Day	36.03	36.53	▼-1.36%	▲172.75%
364-Day	36.10	36.19	▼-0.23%	▲116.92%

Bora Purchase Rates for Clients		
Instruments	Min. Yield (%)	Max. Yield (%)
Under 182 Days	35.60	40.00
Up to 1 Year		

EQUITIES MARKET

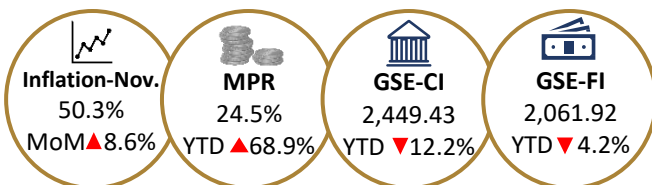
- The stock market declined by ▼0.45% at the end of the trading week;
- Trading volumes and values were however higher compared to the previous week's levels;
- TBL (▲5.26%; GH¢0.80) was the only price gainer while CAL (▼18.75%; GH¢0.65) was the biggest price laggard.

UPCOMING EVENTS

- 📅 **Deadline for participation in GoG Domestic Debt Exchange Programme | 19th Dec. 2022**

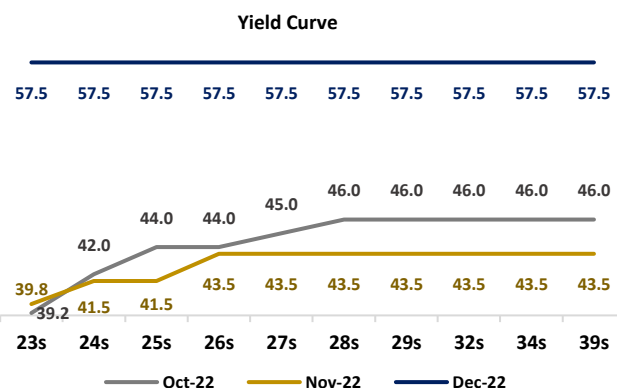
* **WoW** – week on week **MoM** – month on month **YTD** – year-to-date

KEY ECONOMIC INDICATORS



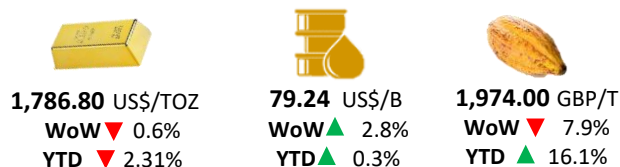
TREASURY YIELD CURVE

- The yield curve was flat across the various maturity profiles this week as investors were unable to price various instruments, weighed by the possible impact of the domestic debt exchange program.



COMMODITIES

- Oil prices headed for a weekly gain amid supply disruption concerns and hopes for a recovery of demand in China.



CURRENCIES



Source: Bloomberg, xe.com

QUOTE OF THE WEEK

"Once bitten, twice shy, isn't a very good investment strategy." — **Coreen T. Sol**