

Bora Research - Weekly Market Review (27-Jan-23)

WEEKLY MARKET HEADLINES

- **Domestic Debt Exchange Programme (DDE) further amended ahead of 31st January deadline;** The Ministry of Finance (MoF) and the Ghana Association of Banks (GAB) have agreed on payment of a 5% coupon for 2023 and a single coupon rate for each of the twelve (12) new bonds resulting in an effective coupon rate of 9%. ([MoF](#))
- **Ministry of Finance (MoF) reaches agreement with various parties on DDE;** The MoF has extended the improved terms offered to GAB to the Ghana Insurers Association and Ghana Securities Industry Association. They further committed to extend any improved terms agreed with individual bondholders, in future, to Collective Investment Schemes (CIS). ([MoF](#))
- **Individual Bondholders Forum (IBF) reiterates exclusion of members from DDE, propose how the Government of Ghana can save GH¢83billion;** The IBF, representing individual bondholders, holds firm on demands for exemption from or a revision to the terms and conditions of the DDE. It has further proposed measures for the GoG to make savings of GH¢83 billion. ([MyJoyOnline](#))

FIXED INCOME MARKET

- Treasury bills oversubscribed by 155.2% at the end of this week's auction.

Government of Ghana Treasury Bill Rates (%)

Instrument	27 Jan 23	20 Jan 23	WoW	YTD
91-Day	35.71	35.63	▲ 0.23%	▲ 0.99%
182-Day	35.75	35.81	▼ -0.14%	▼ -0.62%
364-Day	35.81	35.56	▲ 0.72%	▼ -0.22%

Bora Purchase Rates for Clients

Instruments	Min. Yield (%)	Max. Yield (%)
Under 182 Days	32.00	36.88

EQUITIES MARKET

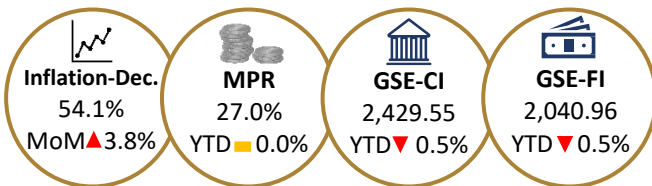
- The stock market declined by ▼ 0.20% at the end of the trading week;
- Trading values were however higher compared to the previous week's levels;
- BOPP (▲10.00%; GH¢8.80) was the only price gainer while FML (▼10.00%; GH¢2.70) was the biggest price laggard.

UPCOMING EVENTS

- 📅 Deadline for participation in GoG Domestic Debt Exchange Programme | 31st Jan. 2023
- 📅 MPC Press Conference | 30th Jan. 2023

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

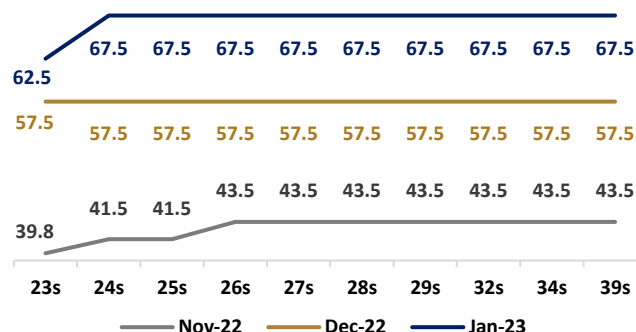
KEY ECONOMIC INDICATORS



TREASURY YIELD CURVE

- Domestic bond trading activities remains inactive since the announcement of the Debt Exchange Programme, posing a challenge for investors seeking to exit their positions.

Yield Curve



COMMODITIES

- Oil prices rose at the end of the week under review, buoyed by better than expected U.S. economic growth, strong middle distillate refining margins and hopes of a rapid recovery in Chinese demand.



CURRENCIES



Source: Bloomberg, xe.com

QUOTE OF THE WEEK

"The way to make money is to buy when blood is running in the streets." — John D. Rockefeller