

Bora Research - Weekly Market Review (8 July '22)

WEEKLY MARKET HEADLINES

- Government of Ghana (GoG) to issue inflation-linked bond based on market conditions;** GoG's issuance calendar has revealed Government's intention to issue an inflation-linked bond. If successful, this bond will offer investors protection against inflation. ([MoF](#))
- Local pension funds decrease activity on equities market;** Pension funds contributed to 3% of equity trades in the first half of the year compared to 7% for the same period in 2021. Additionally, foreign investors contributed 62% of equity market trades as at June 2022 compared to 68% for the same period in 2021. ([GSE](#))
- SIC delivers 300% year-to-date returns to investors;** The General Insurance Company's recent resurgence has seen its share price hitting a four-year high of GH¢ 0.32 at the end of the trading week. This stock has realized a one-year return of 357%. ([GSE](#))

FIXED INCOME MARKET

- The 182-day bill realized a marginal drop in yield at this week's auction, the first weekly decline since the second week of January 2022.

Government of Ghana Treasury Bill Rates

Instrument	08 Jul 22	01 Jul 22	WoW	YTD
91-Day	25.89	25.88	▲ 0.04%	▲ 106.73%
182-Day	26.55	26.57	▼ -0.09%	▲ 100.94%
364-Day	27.49	-	-	▲ 65.17%

Bora Purchase Rates for Clients

Instruments	Min. Yield (%)	Max. Yield (%)
Under 182 Days	25.50	27.00
Up to 1 Year	-	-
1-3 Years	27.50	27.50
Over 3 Years	27.20	27.20

EQUITIES MARKET

- The stock market closed the week on a negative note with the GSE Composite Index decreasing by ▼ 0.44%;
- Trading values and volumes were also lower compared to the previous week's levels;
- SIC (▲ 3.23%; GH¢0.32) was the only price gainer whereas ETI (▼ 5.88%; GH¢0.16) was the biggest laggard.

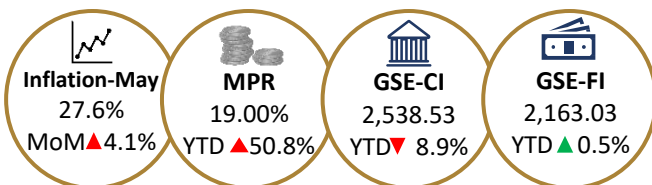
UPCOMING EVENTS

**Launch of BORA Unit Trusts
(September 2022)**



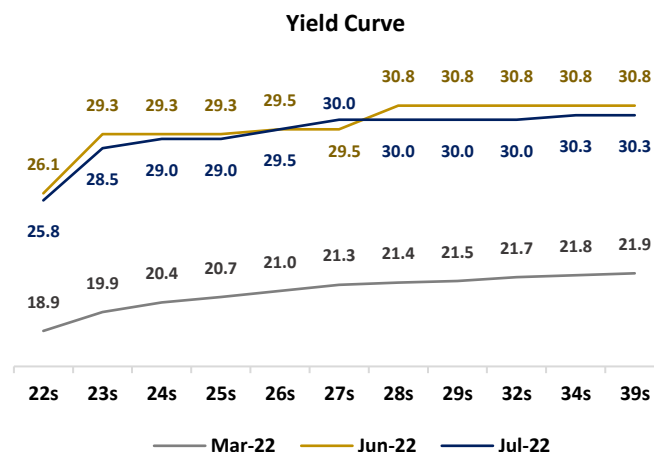
* **WoW** – week on week **MoM** – month on month **YTD** – year-to-date

KEY ECONOMIC INDICATORS



TREASURY YIELD CURVE

Yields on the secondary market have begun to experience marginal declines this week, following twelve (12) weeks of sharp spikes in the rates. The long end of the curve dropped marginally to yields between 30.0% to 30.3% as compared to last week's 30.8%.



COMMODITIES

- Brent crude oil prices tumbled to a six-week low on concern that rising interest rates could push the world economy into recession.



1,742.51 US\$/TOZ
WoW ▼ 3.79%
YTD ▼ 4.73%



106.89 US\$/B
WoW ▼ 4.25%
YTD ▲ 35.34%



1,721.00 GBP/T
WoW ▲ 1.35%
YTD ▲ 1.18%

CURRENCIES

\$ / ¢
8.0598
YTD ▼ 30.30%

£ / ¢
9.6908
YTD ▼ 15.96%

€ / ¢
8.1975
YTD ▼ 16.95%

Source: Bloomberg, xe.com

QUOTE OF THE WEEK

"Diversification is the only free lunch in investing." — **Harry Markowitz.**