

Bora Research - Weekly Market Review (24 June '22)

WEEKLY MARKET HEADLINES

- **Yield on 91-day Treasury Bill (T-bill) increases by 105% in first six (6) months of 2022;** The short-term bills have risen significantly (65% - 105%) since the end of the first quarter of this year. At this week's auction, the three months bill reported a yield of 25.64% as compared to 12.52% at the beginning of the year. ([BoG](#))
- **Ghana's economy grows by 3.3% in Q1 2022 –the weakest growth since Q4 2020;** The economy's growth slowed down in the first quarter of this year, compared to 3.6% in the same period last year. This is from a 7% expansion in the previous quarter. ([GSS](#))
- **Eurobond yields rise above 20%;** In the face of seemingly dire economic headwinds, as well as surging global and local inflation looking to erase any real return from local currency assets, investors continue to express pessimism about economy reflecting in current Eurobond yields rising above 20%. ([Cbonds](#))

FIXED INCOME MARKET

- Short-term instruments edged higher, maintaining the upward trend observed in recent weeks.

Government of Ghana Treasury Bill Rates

Instrument	24 Jun 22	17 Jun 22	WoW	YTD
91-Day	25.64	24.68	▲ 3.88%	▲ 104.69%
182-Day	26.40	25.98	▲ 1.61%	▲ 99.83%
364-Day	27.43	-	-	▲ 64.79%

Bora Purchase Rates for Clients

Instruments	Min. Yield (%)	Max. Yield (%)
Under 182 Days	18.25	25.00
Up to 1 Year	22.95	22.95
1-3 Years	18.25	29.00
Over 3 Years	18.25	29.00

EQUITIES MARKET

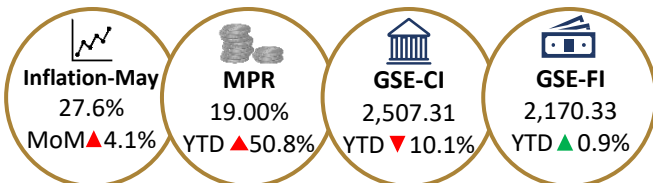
- The stock market made some gains this week with the GSE Composite Index increasing marginally by ▲ 0.44%;
- Trading values and volumes were however lower compared to the previous week's levels;
- MTNGH (▲ 1.16%; GH¢0.87) was the only price gainer whereas SOGEGH (▼ 0.84%; GH¢1.18) was the only laggard.

UPCOMING EVENTS

Launch of BORA Unit Trusts

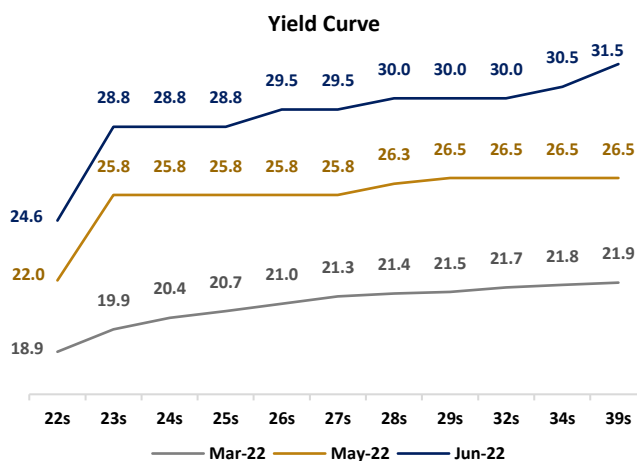


KEY ECONOMIC INDICATORS



TREASURY YIELD CURVE

Yields on the secondary market continued their upward trend this week with significant movement at the end of the curve. The 2032s and above increased by about 100bps over the past week.



COMMODITIES

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



1,826.67 US\$/TOZ
WoW ▼ 0.75%
YTD ▼ 0.13%



108.61 US\$/B
WoW ▼ 4.01%
YTD ▲ 37.52%



1,750.00 GBP/T
WoW ▲ 3.67%
YTD ▲ 2.88%

CURRENCIES

\$ / ¢
7.9163
YTD ▼ 27.98%

£ / ¢
9.7107
YTD ▼ 16.20%

€ / ¢
8.3483
YTD ▼ 19.10%

Source: Bloomberg, xe.com

QUOTE OF THE WEEK

"Successful investment is about managing risk, not avoiding it." — Benjamin Graham.

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