

Bora Research - Weekly Market Review (10-Mar-23)

WEEKLY MARKET HEADLINES

- **Significant progress made in external debt negotiations – President Akuffo Addo;** In the State of the Nation's Address, the President indicated that there has been significant progress on the external debt negotiations since government announced an external debt service suspension on December 19, 2022 for certain categories of external debt to ensure an orderly restructuring. ([Presidency](#))
- **Treasury Bills (T-bills) drop by an average 25.5% over one week;** Government declined all bids tendered for the purchase of T-bills on Friday March 3, 2023 whiles seeking to raise GH¢2.78bn to refinance maturing obligations of GH¢2.55bn. Government, subsequently beat down its borrowing costs significantly, securing GH¢6.15bn from the auction on Tuesday, 7th March, with 63% oversubscription. ([BoG](#))
- **Ghana Revenue Authority (GRA) surpasses GH¢12.6bn revenue target set for January and February;** The GRA collected GH¢13.3bn in taxes for the first two months of the year, exceeding the projected target by 5%. ([BFTOnline](#))

FIXED INCOME MARKET

- This week's auction saw the treasury bills dropping significantly in interest rates, the second weekly drastic drop.

Government of Ghana Treasury Bill Rates (%)				
Instrument	10 Mar 23	07 Mar 23	WoW	YTD
91-Day	20.00	24.16	▼-17.22%	▼-43.91%
182-Day	22.85	26.56	▼-13.96%	▼-36.44%
364-Day	26.82	27.54	▼-2.62%	▼-25.31%

Bora Purchase Rates for Clients		
Instruments	Min. Yield (%)	Max. Yield (%)
Under 182 Days	33.00	33.00

EQUITIES MARKET

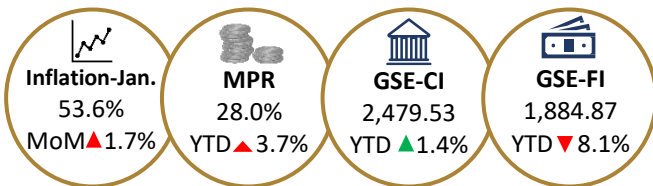
- The stock market gained ▲3.88% with gains in two equities outweighing two laggards;
- Trading volumes were higher compared to the previous week's levels;
- TOTAL (▲21.00%; GH¢6.05) was the biggest gainer whiles CAL (▼1.96%; GH¢0.50) led the laggards.

UPCOMING EVENTS

- 📅 MPC Press Conference | 27th March 2023
- 📅 Conclusion of IMF negotiations | March 2023

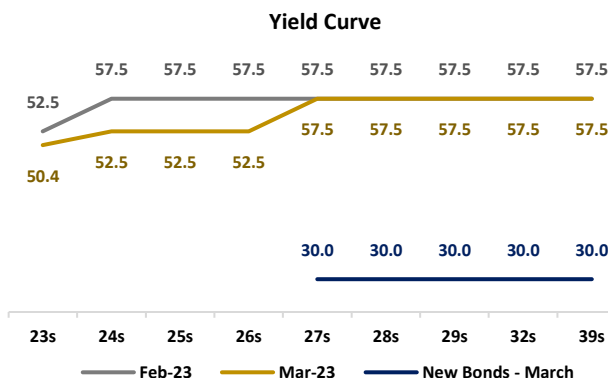
* **WoW** – week on week **MoM** – month on month **YTD** – year-to-date

KEY ECONOMIC INDICATORS



TREASURY YIELD CURVE

- The secondary market has seen interest rate on the old bonds trending downwards with no trades recorded over the past few days. The new bonds are however picking up in terms of volume trades.

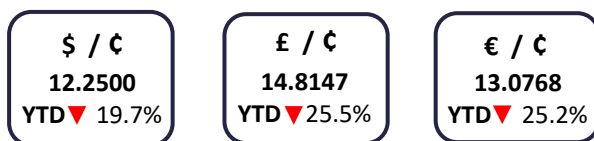


COMMODITIES

- Oil prices headed for its biggest weekly loss in five weeks on worries about the prospect of steep interest rate hikes in the United States hitting fuel demand.



CURRENCIES



Source: Bloomberg, xe.com

QUOTE OF THE WEEK

"Bottoms in the investment world don't end with four-year lows; they end with 10- or 15-year lows." — Jim Rogers