

## Bora Research - Weekly Market Review (12-May-23)

### WEEKLY MARKET HEADLINES

- **Bond Trading volumes tank;** Trading volumes on the bond market that had realized an average growth rate of 86% in the first four months of the year from 2019 to 2022, have declined by 62.8% between January and April 2023. ([BoraResearch](#))
- **Ghana secures Paris Club financing assurance for US\$3bn IMF bailout;** China and the Paris Club have agreed to provide the debt assurances required to aid Ghana's request for a balance of payment support from IMF. They have thus asked all private creditors and other official bilateral creditors to commit to Ghana's deal without any further delay. ([IMF](#))
- **Inflation falls for fourth consecutive month, now at 41.2%;** Year-on-year inflation rate fell to 41.2% in April 2023, down from 45% in March. This marks the lowest reading in six months amid the relative stability in the cedi since January, due in part to expectations that a final deal with the International Monetary Fund (IMF) is imminent. ([GSS](#))

### FIXED INCOME MARKET

- The short-term bills edged up further at the end of this week's auction.

| Government of Ghana Treasury Bill Rates (%) |           |           |         |           |
|---|-----------|-----------|---------|-----------|
| Instrument                                  | 12 May 23 | 05 May 23 | WoW     | YTD       |
| 91-Day                                      | 20.43     | 20.26     | ▲ 0.85% | ▼ -42.71% |
| 182-Day                                     | 22.96     | 22.83     | ▲ 0.58% | ▼ -36.12% |
| 364-Day                                     | 27.59     | 27.36     | ▲ 0.84% | ▼ -23.18% |

| Bora Purchase Rates for Clients |                |                |
|---------------------------------|----------------|----------------|
| Instruments                     | Min. Yield (%) | Max. Yield (%) |
| Under 182 Days                  | 20.26          | 29.00          |
| Up to 1 Year                    | 22.85          | 22.85          |

### EQUITIES MARKET

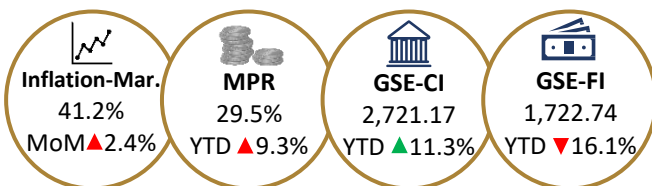
- The stock market gained ▲1.89% at the end of this week's trading session;
- Trading volumes were higher compared to the previous week's levels;
- MTNGH (▲5.00%; GH¢1.26) was the only price gainer while SCB (▼9.74%; GH¢13.90) led the laggards.

### UPCOMING EVENTS

- 📅 MPC Press Conference | 22<sup>nd</sup> May 2023
- 📅 Conclusion of IMF negotiations | May 2023

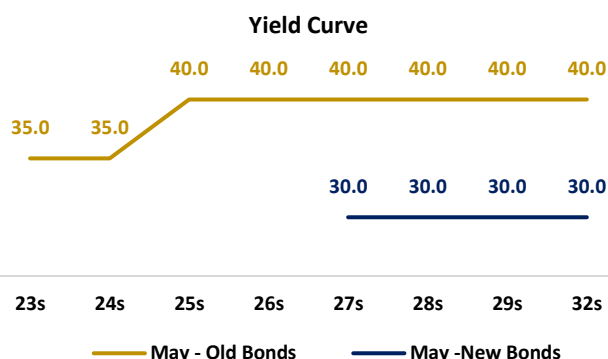
\* WoW – week on week   MoM – month on month   YTD – year-to-date

### KEY ECONOMIC INDICATORS



### TREASURY YIELD CURVE

- The yields on both the old bonds and the new bonds have remained stable over the past week. The week ended with no trades recorded with respect to the new bonds.



### COMMODITIES

- Brent crude oil prices headed for a fourth weekly decline, as renewed economic concerns in the United States and China revived concern about fuel demand growth in the world's two largest oil consumers.

|   |   |  |
|---|---|--|
| <br><b>2,005.70</b> US\$/TOZ<br>WoW ▼ 1.6%<br>YTD ▲ 9.9% | <br><b>75.25</b> US\$/B<br>WoW ▲ 2.2%<br>YTD ▼ 12.4% | <br><b>2,244.00</b> GBP/T<br>WoW ▲ 2.4%<br>YTD ▼ 9.6% |
|---|---|--|

### CURRENCIES

|   |  |  |
|---|--|--|
| <b>\$ / ¢</b><br>11.7177<br>YTD ▼ 14.5% | <b>£ / ¢</b><br>14.7061<br>YTD ▼ 24.6% | <b>€ / ¢</b><br>12.7931<br>YTD ▼ 22.4% |
|---|--|--|

Source: Bloomberg, xe.com

### QUOTE OF THE WEEK

"You may lose it all and fall, but in the midst of a recession never lose your Passion." — **Goitseman Mvula**