

No.3 Dano Court, D29 Boundary Road, East Legon, Accra, GD-231-1920 P.O. Box CT 10524, Cantonments, Accra, Ghana Email: research@boradvisors.com Tel: 0507712343 / 0245382300 Website: www.boradvisors.com

Bora Research - Weekly Market Review (19-May-23)

WEEKLY MARKET HEADLINES

- IMF Approves US\$3 Billion Bailout for Ghana to Revive Economy; The IMF Executive Board's decision will enable an immediate disbursement of the first tranche of US\$600 million to be credited to Ghana's account by close of today, May 19, 2023. This will be followed by about five different payment tranches every six months. (IMF)
- Local currency rebounds on IMF Board approval of Extended Credit Facility (ECF); The Ghana cedi strengthened significantly following the announcement of the IMF Board's approval gaining 8.5% against the US Dollar to close the week at a five month high of GH¢10.75 to the US Dollar. (BoraResearch)
- Gross Reserves: Ghana's imports cover declines from 3.7 months to 2.4 months between April 2022 and April 2023; The country's stock of Gross International Reserves declined from US\$8.34bn to US\$5.21bn over a period of one (1) year. (BoG)

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	19 May 23	12 May 23	WoW	YTD	
91-Day	20.56	20.43	۵.64%	- 42.34%	
182-Day	23.36	22.96	1 .71%	▼-35.03%	
364-Day	-	27.59	-	- 23.18%	

Bora Purchase Rates for Clients				
Instruments	Min. Yield (%)	Max. Yield (%)		
Under 182 Days	20.50	20.50		
Up to 1 Year	23.00	23.00		
1-3 Years	27.50	27.50		

EQUITIES MARKET

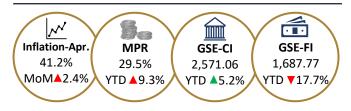
- The stock market declined by ▼ 5.52% at the end of the week's trading session;
- Trading volumes were also lower compared to the previous week's levels;
- UNIL (▲ 20.83%; GH¢5.80) led three gainers whiles SCB (▼ 10.00%; GH¢12.51) led three laggards.

UPCOMING EVENTS

MPC Press Conference | 22nd May 2023

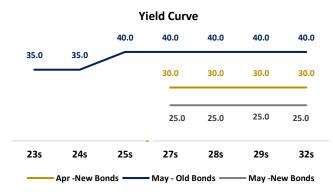
* WoW – week on week MoM – month on month YTD – year-to-date

KEY ECONOMIC INDICATORS



TREASURY YIELD CURVE

 Yields of the old bonds remained stable whiles that of the new bonds realized a 5% absolute decline across the curve. Trading activities also picked up this week with respect to the new bonds after recording no trades in the previous week.



COMMODITIES

• Brent crude prices were set to finish the week higher underpinned by a solid demand outlook and various supply-side disruptions as global oil demand is expected to exceed supply in the second part of 2023.



CURRENCIES



Source: Bloomberg, xe.com

QUOTE OF THE WEEK

""This one is different," is the doomsayer's litany, and, in fact, every recession is different, but that doesn't mean it's going to ruin us." — Peter Lynch

Disclaimer: Bora Capital Advisors is a Registered Investment Adviser and Pension Fund Manager, and is a member of the Ghana Securities Industry Association. The information contained in the market review and outlook section of this report reflects the views and opinions of Bora Capital Advisors Ltd, and is provided for information purposes only. Although the information provided in the market review and outlook section is, to the best of our knowledge and belief correct, Bora Capital Advisors Ltd, its directors, employees and related parties accept no liability or responsibility for any loss, damage, claim or expense suffered or incurred by any party as a result of relations to relationation future returns. Investing involves risk, including possible delays in repayment and loss of income and capital invested. No person, including Bora Capital Advisors Ltd, and increas any particular ret of returne of, or the repayment of investments in cleint portfolio.