

Bora Research - Weekly Market Review (18 Nov 22)

WEEKLY MARKET HEADLINES

- **Ghanaians in high anticipation of 2023 Budget;** The budget is highly anticipated because of Ghana's current economic crisis and negotiations with the IMF for Balance of Payments support. Article 179 of the constitution stipulates that the budget must be read at least one month before the end of the financial year. ([Mofep](#))
- **Investors' expectation of risk of "haircut" tapers as yields on secondary market tumbles;** Bond instruments have recorded an average absolute decline of about 6% to 8% between the medium and long-term maturities. This is the highest weekly decline recorded across the various tenures since the middle of this year. ([Bora Research](#))
- **Market looks forward to outcome of the Monetary Policy Committee's (MPC) rate decision on 28th November;** Some market watchers expect an upward review of the MPR in response to the soaring inflation while others expect an anchoring on the current 24.5% considering the reducing risk outlook of investors and the decline in bonds yields. ([Bora Research](#))

FIXED INCOME MARKET

- Treasury bill rates at this week's auction edged higher, maintaining their upward trend.

Government of Ghana Treasury Bill Rates (%)

Instrument	18 Nov 22	11 Nov 22	WoW	YTD
91-Day	35.20	34.39	▲ 2.33%	▲ 181.00%
182-Day	35.99	35.50	▲ 1.38%	▲ 172.40%
364-Day		35.08	-	▲ 110.75%

Bora Purchase Rates for Clients

Instruments	Min. Yield (%)	Max. Yield (%)
Under 182 Days	34.00	39.00
Up to 1 Year	38.50	39.00
1-3 Years	38.30	40.35
Over 3 Years	38.00	38.01

EQUITIES MARKET

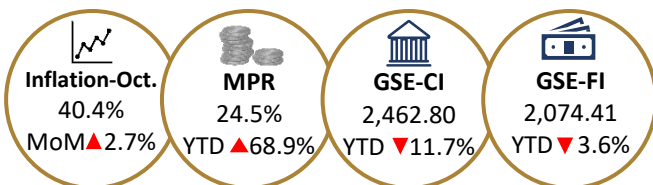
- The stock market inched up marginally by ▲ 0.54% on the back of two gainers. No laggards were recorded;
- Trading values and volumes were also higher compared to the previous week's levels;
- TBL (▲ 13.33%; GH¢0.68) was the highest price gainer followed by MTNGH (▲ 1.15%; GH¢0.88).

UPCOMING EVENTS

- 📅 MPC Press Conference | 28th Nov. 2022
- 📅 SOGEGH final dividend payment | 5th Dec. 2022
- 📅 TOTAL interim dividend payment | 15th Dec. 2022

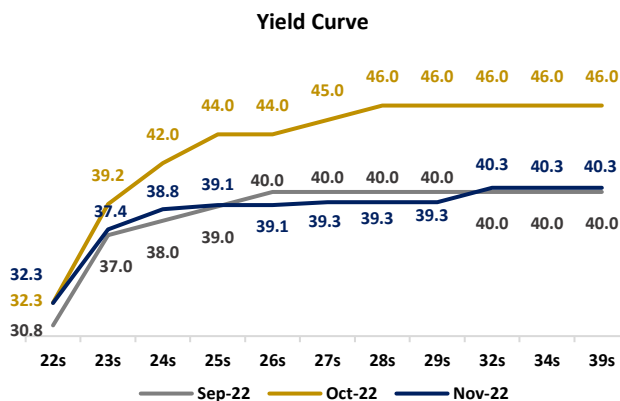
* **WoW** – week on week **MoM** – month on month **YTD** – year-to-date

KEY ECONOMIC INDICATORS



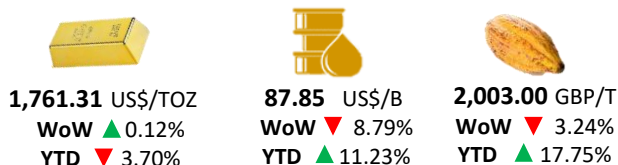
TREASURY YIELD CURVE

Yields on the secondary market have trended downward over the past one (1) week. Medium and long-term rates declined sharply by an absolute average of about 6% and 8% respectively. Yields on maturities in 2032 declined from 47.0% to 40.3% at the end of the week.



COMMODITIES

- Brent Crude prices fell, registering a second weekly decline, pressured by concerns about weakening demand in China and further interest rate rises by the U.S. Federal Reserve.



CURRENCIES



Source: Bloomberg, xe.com

QUOTE OF THE WEEK

"Most people are magicians when it comes to money. Majority lose it all without even knowing it." — David Angway