

## Bora Research - Weekly Market Review (19 November '21)

### WEEKLY MARKET HEADLINES

- **Tax Exemptions Bill to be passed in 2022;** According to the 2022 budget statement, this Bill is expected to harmonize the tax exemption and incentives regime. This should help the country gain extra income of approximately 5% of GDP which is annually lost through tax holidays and incentives. ([Mofep](#))
- **Ministry of Finance (MoF) clarifies Ghana's Fiscal Deficit in 2022 Budget;** The MoF has clarified that the fiscal deficit of 9.4% of GDP excludes financial sector (finsec) clean-up costs and energy sector IPP payments, which increases the deficit to 12.1%. ([Mofep](#))
- **GH¢1.37bn written off as bad debt by banks;** The income statement of the 23 banks in the country shows that an amount of GH¢ 1.37bn was written off as bad debts for the year up to the end of August 2021. ([GhanaBusiness](#))

### FIXED INCOME MARKET

- Yield on the 91-day Bill inched up marginally this week, maintaining an upward trend from the previous week while that of the 182-day declined.

#### GoG Fixed Income Rates

Instrument	19 Nov 21	12 Nov 21	WoW	YTD
91 Day	12.50	12.48	▲ 0.10%	▼ -11.38%
182 Day	13.19	13.22	▼ -0.22%	▼ -6.80%
364 Day	-	-	-	-

#### Bora Purchase Rates for Client

Instruments	Min. Yield (%)	Max. Yield (%)
Under 182 Days	15.20	19.00
Up-to 1 Year	17.20	20.00
1- 3 Years	16.50	19.90
Over 3 Years	18.20	21.20

### EQUITIES MARKET

- The GSE Composite Index declined by ▼ 1.73% this week as two (2) decliners offset two (2) gainers;
- Trade volumes and values were however higher as compared to the previous week;
- GOIL (▲ 7.06%; GH¢1.82) led the gainers while MTNGH (▼ 3.85%; GH¢1.25) and TOTAL (▼ 0.36%; GH¢5.50) were the laggards for the week.

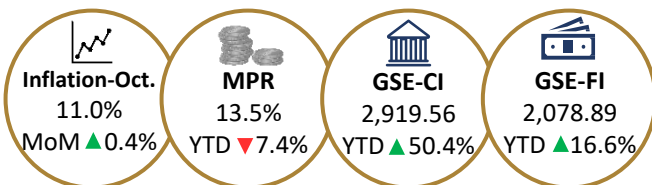
### UPCOMING EVENTS

 **MPC Press Conference** | 22<sup>nd</sup> Nov, 2021

 **SOGEGH Dividend Payment Date** | 26<sup>th</sup> Nov, 2021

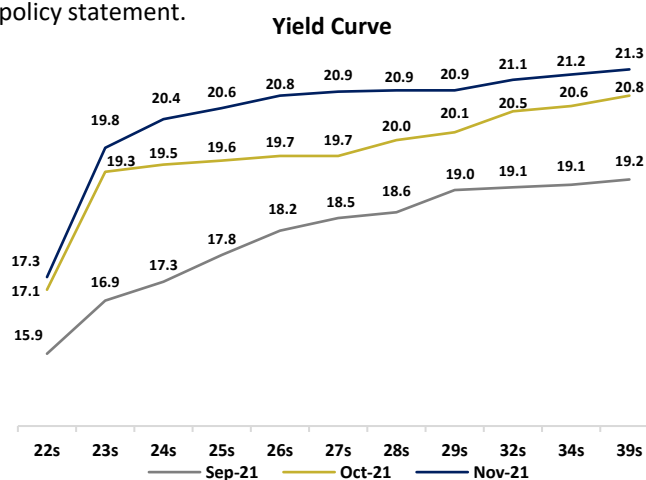
\* **WoW** – week on week    **MoM** – month on month    **YTD** – year-to-date

### KEY ECONOMIC INDICATORS



### TREASURY YIELD CURVE

Yields on the secondary market were largely stable with instruments having maturities over two (2) years trading within 19.8% to 21.3%. We expect some movements in the weeks ahead as investors digest the 2022 budget and policy statement.



### COMMODITIES

- Brent crude oil prices fell sharply at the end of this week below \$80 a barrel as a fresh surge in COVID-19 cases in Europe threatened to slow the economic recovery while investors also weighed a potential release of crude reserves by major economies to cool prices.



**1,860.80** US\$/TOZ  
WoW ▲ 0.01%  
YTD ▼ 1.69%



**79.99** US\$/B  
WoW ▼ 2.85%  
YTD ▲ 67.98%



**1,688.00** GBP/T  
WoW ▼ 0.12%  
YTD ▼ 1.97%

### CURRENCIES

**\$/¢**  
**6.1318**  
YTD ▼ 4.46%

**£/¢**  
**8.2589**  
YTD ▼ 3.59%

**€/¢**  
**6.9374**  
YTD ▲ 2.69%

Source: Bloomberg, xe.com

### QUOTE OF THE WEEK

*"In the business world, the rearview mirror is always clearer than the windshield."* – Warren Buffet.