

Bora Research - Weekly Market Review (7 Oct. '22)

WEEKLY MARKET HEADLINES

- **Cost of credit to further rise as Bank of Ghana raises Policy Rate to 24.5%;** Having postponed the Monetary Policy Committee meeting to allow for broader consultation with the IMF team, the Committee raised the policy rate by 2.5% to 24.5%. [\(BoG\)](#)
- **Gross Reserves: Ghana's imports cover decline from 4.4 months to 2.9 months between as at end of September;** The country's stock of Gross International Reserves declined to US\$6.6bn, despite the US\$1.7bn trade surplus recorded in August 2022. [\(BoG\)](#)
- **Ghana's debt stock up by GH¢9bn from June to GH¢402.4bn in July 2022;** Data from Bank of Ghana showed that there was no borrowing of fresh funds from the international market during the period. However, domestic debt has been climbing up the beginning of the year due to significant Government borrowing in the domestic financial market. [\(BoG\)](#)

FIXED INCOME MARKET

- Short-term instruments edged higher, maintaining the upward trend observed in previous months.

Government of Ghana Treasury Bill Rates (%)				
Instrument	07 Oct 22	30 Sep 22	WoW	YTD
91-Day	30.96	30.45	▲ 1.68%	▲ 147.20%
182-Day	31.94	31.57	▲ 1.18%	▲ 141.76%
364-Day		31.55	-	▲ 89.54%

Bora Purchase Rates for Clients		
Instruments	Min. Yield (%)	Max. Yield (%)
Under 182 Days	30.70	35.00
Up to 1 Year	-	-
1-3 Years	37.00	38.50
Over 3 Years	20.10	41.00

EQUITIES MARKET

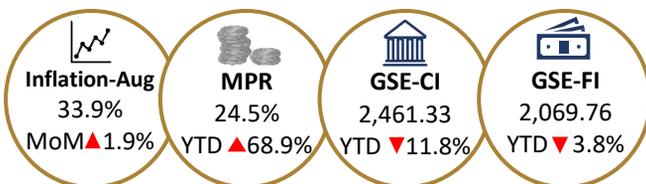
- The stock market inched by marginally by ▲ 0.05% on the back of one price gainer and one laggard;
- Trading values and volumes were however lower compared to the previous week's levels;
- BOPP (▲ 6.48%; GH¢6.90) was the only price gainer while SIC (▼ 3.03%; GH¢0.32) was the only laggard.

UPCOMING EVENTS

- 📅 SOGEGH Final dividend payment | 14th Oct. 2022
- 📅 MPC Press Conference | 28th Nov. 2022

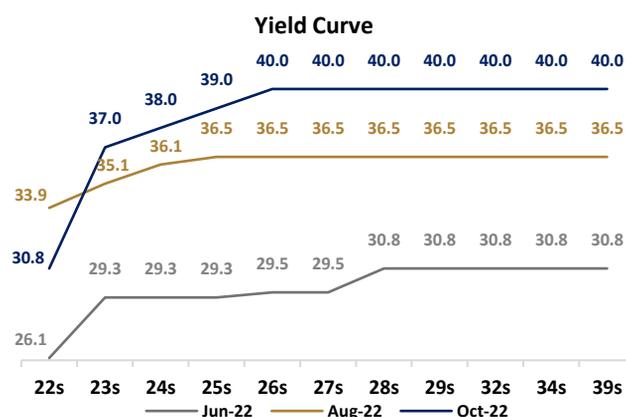
* **WoW** – week on week **MoM** – month on month **YTD** – year-to-date

KEY ECONOMIC INDICATORS



TREASURY YIELD CURVE

Yields on the secondary market have been relatively stable over the past week with the exception of maturities in 2025 which inched up by 1%.



COMMODITIES

- Brent Crude Oil prices traded at three week high this week after OPEC+ agreed to tighten global supply with a deal to cut production targets by two (2) million barrels per day.



1,710.00 US\$/TOZ
WoW ▲ 2.91%
YTD ▼ 6.51%



95.57 US\$/B
WoW ▲ 8.33%
YTD ▲ 21.01%



1,964.00 GBP/T
WoW ▲ 1.29%
YTD ▲ 15.46%

CURRENCIES

\$ / ¢
10.5964
YTD ▼ 71.35%

£ / ¢
11.7774
YTD ▼ 40.93%

€ / ¢
10.3565
YTD ▼ 47.75%

Source: Bloomberg, xe.com

QUOTE OF THE WEEK

"October: This is one of the peculiarly dangerous months to speculate in stocks. The others are July, January, September, April, November, May, March, June, December, August and February." — **Mark Twain**