

Bora Research - Weekly Market Report (13 August 21)

WEEKLY MARKET HEADLINES

- Inflation for the month of July climbed to 9% from 7.8% in June, Ghana Statistical Service (GSS) reports;** The GSS disclosed that more than three-quarters of the rate of inflation recorded in July 2021 was attributable to the hike in transport fares and rent. ([GSS](#))
- The new Board of the Securities and Exchange Commission (SEC) has been inaugurated;** The Minister of Finance who did the inauguration charged the Board with a mandate to deliver a strong body that is visible and effective. ([SEC](#))
- Rising imports weaken cedi's strength against dollar;** The local currency came under pressure in July, depreciating against its major trading partner, the US dollar ([BFTOnline](#))

FIXED INCOME MARKET

- GoG securities were oversubscribed by 13% as Auction 1759 raised GH¢1.32bn against a target of GH¢1.16bn.

GoG Fixed Income Rates

Instrument	23 Aug 21	06 Aug 21	WoW Δ	YTD Δ
91 Day	12.47	12.52	▼ -0.41%	▼ -11.56%
182 Day	13.26	13.31	▼ -0.38%	▼ -6.32%
364 Day	16.11	16.29	-	▼ -6.76%




Bora Purchase Rates for Client

Instruments	Min. Yield (%)	Max. Yield (%)
Under 182 Days	15.20	22.00
Up-to 1 Year	17.20	20.25
1- 3 Years	16.50	17.25
Over 3 Years	18.20	19.60

EQUITIES MARKET

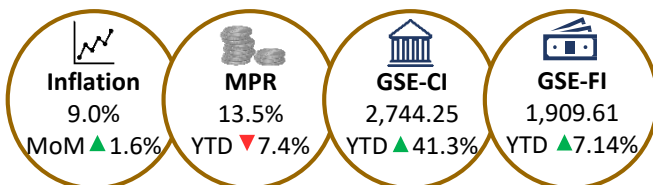
- The GSE Composite Index inched up marginally by ▲0.09% as against ▲0.9% in the previous week;
- Trading activities were however dull with lower volumes and values traded relative to the previous week;
- UNIL (▲32.7% GH¢2.92) experienced the biggest price increase whereas CPC (▼33.3% GH¢0.02) experienced the largest price decline within the week.

UPCOMING EVENTS

-  IIL Dividend Payment Date | 18th August, 2021
-  SCB Dividend Payment Date | 27th August, 2021
-  Issuance of GoG 6-yr Bond | August, 2021

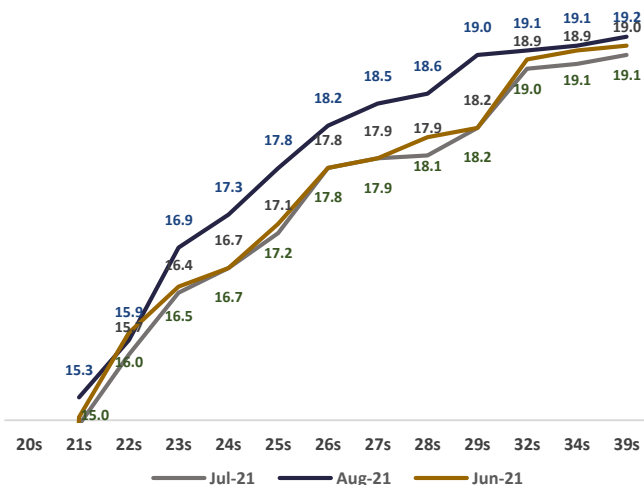
* WoW – week on week MoM – month on month YTD – year-to-date

KEY ECONOMIC INDICATORS



TREASURY YIELD CURVE

- Rates on the secondary bond market continued to inch up on the long-term maturities as yields narrowed with coupon rates.



COMMODITIES AND CURRENCIES

- Oil prices declined this week after the International Energy Agency (IEA) said the spread of the Delta variant of the coronavirus would slow the recovery of global oil demand.



QUOTE OF THE WEEK

"Price is what you pay. Value is what you get." – Warren Buffet.