

## Monthly Market Review (August 2021)

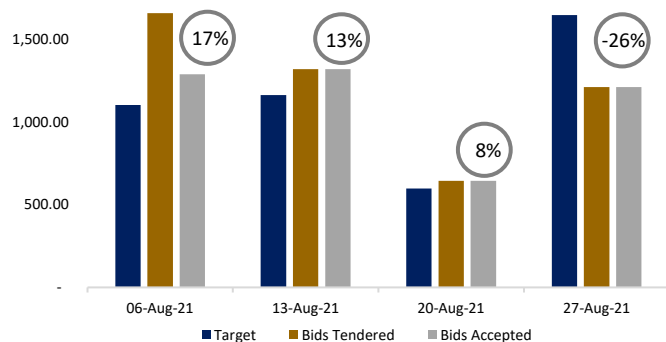
### NEWS HEADLINES

- Lending Rates: 15 banks charge above 20%;** The Bank of Ghana has published a list of interest rates charged on loans by universal banks. Seeking to promote transparency in the pricing of loans, it showed ADB charging the highest rate of 24.89% while CAL Bank charged the lowest of 15.97%. ([BoG](#))
- ESLA Plc undertakes debt swap;** ESLA Plc has announced an exchange offer, swapping GH¢1.2bn of Tranche E1 bonds maturing in Oct. 2024 for Tranche E3 bonds due in Jun. 2029. ESLA Plc has thus, converted the maturity profile of the outstanding bonds from 2024 to 2029. ([BFTOnline](#))
- Price gains in four equities drive GSE indices and market capitalization higher;** The GSE-CI and the GSE-FSI were up by 9.42% and 15.09% respectively, while value of the market closed August at GH¢62.8bn ([NorvanReports](#))

### FIXED INCOME MARKET

- Yields on the treasury market picked up marginally in last week of August but still closed the month lower after losing grounds during the first three weeks.
- The GoG exceeded its targets for the auction of short-term securities within the month with the exception of the last week in August where auction 1761 saw a 26% undersubscription;
- A 2-Year GoG Bond issued during the month cleared at 17.25%;

GoG Securities Auction Results with %subscription



#### GoG Fixed Income Rates

Instrument	27 Aug 21	30 Jul 21	MoM Δ	YTD Δ
91-Day	12.46	12.62	▼ -1.3%	▼ -11.6%
182-Day	13.22	13.38	▼ -1.2%	▼ -6.5%
364-Day	-	16.33	-	-

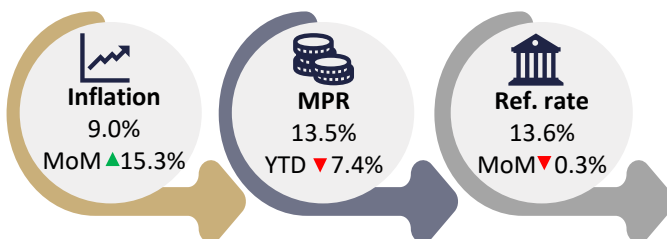
#### Bora Purchase Rates for Clients (August '21)

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

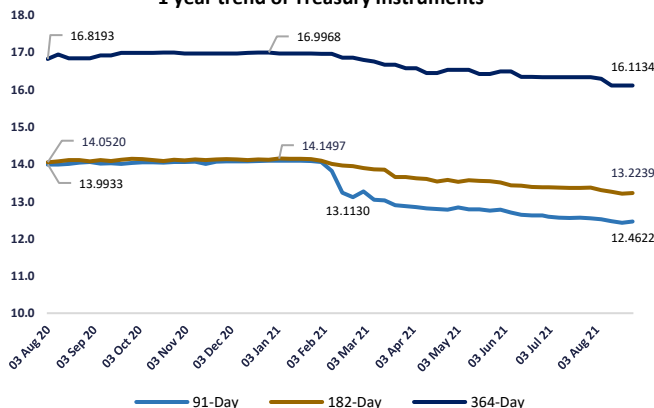
MoM – month on month YTD – year-to-date

### KEY MACROECONOMIC INDICATORS

- Inflation for July 2021 rose to 9.0% from 7.8% in June, fueled by the hike in transport fares;
- The Monetary Policy Committee (MPC) however maintained the policy rate at 13.5%, determining that the risk to inflation and growth were broadly balanced.



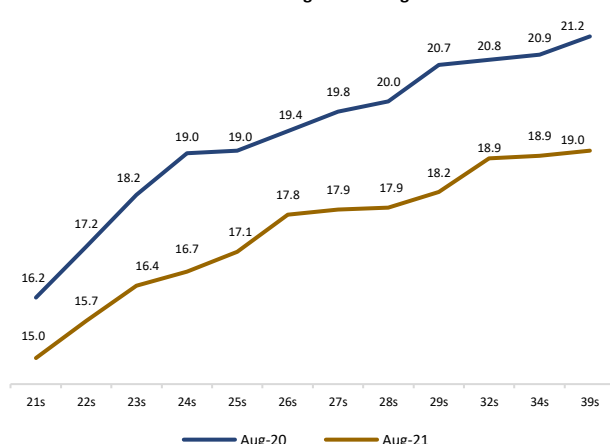
1 year trend of Treasury Instruments



### TREASURY YIELD CURVE

- In comparison to August 2020, yields have generally declined in the last twelve months, with medium and long term yields experiencing faster declines compared to trends seen a year ago.

Trend of Yield Curve : Aug 2021 vs Aug 2020



## Bora Research – Monthly Market Report (August 2021)

### EQUITIES MARKET

- The GSE Composite Index inched up by ▲ 1.22% during the past month, bringing its YTD return to 41.66%;
- Unilever was the biggest price gainer whereas CPC recorded the largest price decline during the month.

#### Index

##### GSE-CI

2,750.37  
MoM ▲ 1.2%  
YTD ▲ 41.7%

##### GSE-FI

1,929.19  
MoM ▲ 2.1%  
YTD ▲ 8.2%

##### Market Cap

62,787.14M  
MoM ▲ 1.1%  
YTD ▲ 15.5%

#### Top 3 Gainers

##### UNIL

GH¢ 5.64  
MoM ▲ 156.4%  
YTD ▼ 31.9%

##### ETI

GH¢ 0.07  
MoM ▲ 16.7%  
YTD ▼ 12.5%

##### FML

GH¢ 1.60  
MoM ▲ 14.3%  
YTD ▲ 48.2%

#### Top 3 Losers

##### CPC

GH¢ 0.02  
MoM ▼ 33.3%  
YTD ▼ 33.3%

##### MTNGH

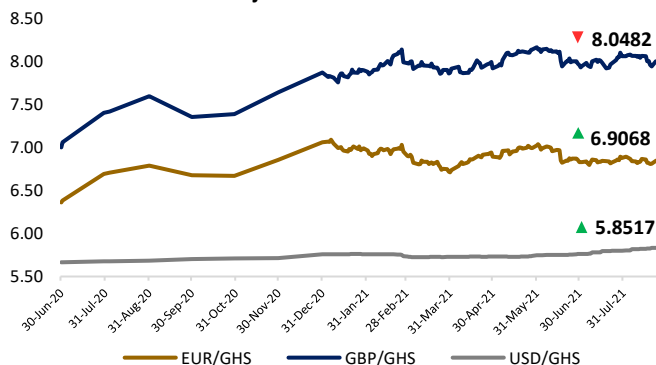
GH¢ 1.24  
MoM ▼ 0.8%  
YTD ▲ 93.8%

##### SCB

GH¢ 18.5  
MoM ▼ 0.5%  
YTD ▲ 13.4%




### INTERBANK EXCHANGE RATES

Major currencies vrs GH¢









### COMMODITIES MARKET

- Crude oil prices recorded their first monthly loss since March this year as a spike in Delta coronavirus cases threatened to slow global demand. Month-end prices were however not far off their July peaks, as prices in 2021 rose to its highest since 2018.

	52-week Low	52-week High
	35.72	77.84
	1,677.10	1,992.15
	1,521.00	1,979.00

### UPCOMING EVENTS IN SEPTEMBER

-  Issuance of 15-Yr Bond | **Sept., 2021**
-  Settlement of ESLA Plc Bond Swap | 3<sup>rd</sup> Sept., 2021
-  BoG Fx Forward Auction No. 0049 | 7<sup>th</sup> Sept., 2021
-  GOIL Extra-ordinary General Meeting | 16<sup>th</sup> Sept., 2021
-  BoG Fx Forward Auction No. 0050 | 21<sup>st</sup> Sept., 2021
-  MPC Press Conference | **27<sup>th</sup> Sept., 2021**

### ARE YOU ACHIEVING YOUR FINANCIAL GOALS ?

- Your financial situation and goals are unique to you. No one has the same rent, bills, debts, or most importantly, the same lifestyle that you have;
- To ensure your financial soundness amidst your debt and credit situation, there is the urgent need to take control of your financial lifestyle. There is the need for a plan that will answer your specific financial issues, peculiar to yourself;
- At Bora Advisors our professionals / experts are ready to assist you in reviewing your financial situation and plot your path to financial independence;
- Bora Advisors are a distinct Investment Adviser driven by commitment to our core philosophies and values;
- Talk to us today to help you achieve your financial goals.

Email: research@boradvisors.com  
Tel: 0507712343 / 0245382300  
Website: www.boradvisors.com