

Bora Research - Weekly Market Review (11 March '22)

WEEKLY MARKET HEADLINES

- Inflation accelerates to 15.7% in February 2022 compared to 13.9% in January;** The hike was driven by housing, water, electricity, gas and other fuels which recorded the largest price increase of 25.4% in February. ([GSS](#))
- Foreign investors holdings on equities market dip;** The Ghana Stock Exchange's report on fund managers holdings for February shows that foreign investors contributed 82.0% of equity market trades as of end of February 2022 in comparison to 86.6% for the same period in 2021. ([GSE](#))
- Ghana's Growth To Moderate In 2022 – Fitch Solutions;** The ratings agency has stated that it expects Ghana's real GDP growth to come in below its historic trend in 2022 at **4.8%**, following an estimated growth of 5.0% in 2021. It added that elevated inflation will dampen consumer confidence and spending, whereas falling oil and cocoa production will weigh on exports. ([Fitch](#))

FIXED INCOME MARKET

- This week's 5-Year Government of Ghana Bond cleared at 20.75% raising 86.3% of the targeted GH¢ 1.0Bn;
- Short-term instruments maintained their upward trend observed in recent weeks.

Government of Ghana Treasury Bill Rates

Instrument	11 Mar 22	04 Mar 22	WoW	YTD
91-Day	13.25	13.14	▲ 0.85%	▲ 5.81%
182-Day	13.55	13.37	▲ 1.38%	▲ 2.58%
364-Day	16.96	16.96	▲ 0.00%	▲ 1.88%



Bora Purchase Rates for Clients

Instruments	Min. Yield (%)	Max. Yield (%)
Under 182 Days	19.50	19.50
Up to 1 Year	19.50	20.50
1-3 Years	18.50	19.70
Over 3 Years	19.90	21.00

EQUITIES MARKET

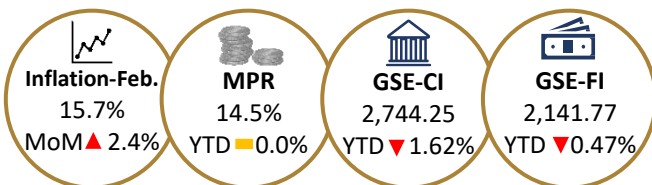
- The GSE Composite Index made a marginal gain of ▲ 0.50% this week;
- Trading values and volumes were however lower as compared to the previous week's levels;
- SIC (▲ 18.75%; GH¢0.19) was the biggest gainer, whereas CAL (▼ 1.18%; GH¢0.85), led decliners.

UPCOMING EVENTS

-  MPC Press Conference | 21st March, 2022
-  Issuance of 10-Year Bond | March, 2022

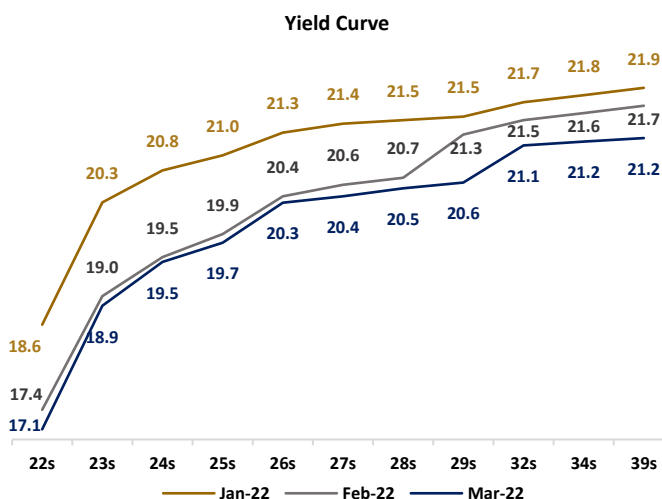
* **WoW** – week on week **MoM** – month on month **YTD** – year-to-date

KEY ECONOMIC INDICATORS



TREASURY YIELD CURVE

Yields on the secondary market remained around the same levels at the short to medium term over the past week. However, the longer end of the curve experienced marginal declines. The '39s ended the week at 21.2% as compared to 21.5% the previous week.



COMMODITIES

- Brent crude oil prices soared and hit their highest levels since 2008 this week. Prices have however pulled back a bit on hopes that some producing countries may act to increase supply.



1,980.09 US\$/TOZ
WoW ▲ 0.81%
YTD ▲ 8.26%



111.90 US\$/B
WoW ▼ 2.05%
YTD ▲ 41.68%



1,778.00 GBP/T
WoW ▼ 7.69%
YTD ▼ 4.53%

CURRENCIES

\$ / ¢
7.0759
YTD ▼ 14.40%

£ / ¢
9.2595
YTD ▼ 10.80%

€ / ¢
7.7603
YTD ▼ 10.71%

Source: Bloomberg, xe.com

QUOTE OF THE WEEK

"The easiest way to manage your money is to take it one step at a time and not worry about being perfect." – Ramit Sethi