

## Bora Research - Weekly Market Review (15 July '22)

### WEEKLY MARKET HEADLINES

- **IMF Staff conclude visit to Ghana;** The discussions between the IMF and the Ghana team focused on improving fiscal balances in a sustainable way while protecting the vulnerable and poor; ensuring credibility of the monetary policy and exchange rate regimes; preserving financial sector stability; and designing reforms to enhance growth, create jobs, and strengthen governance. ([IMF](#))
- **Inflation at 29.8%, exceeding Bank of Ghana's target band for the 10<sup>th</sup> consecutive month;** Transportation (rising by 41.6%) largely contributed to the jump in inflation for June. The month-on-month inflation however declined to 3.0%, compared to 4.1% between April and May this year. ([GSS](#))
- **Bank of Ghana (BoG) granted first right of refusal for all gold mined in the country;** The Vice President stated that this new policy decision will accumulate more gold, allow future borrowing and the currency to be backed by gold, and eventually stabilize the Ghana cedi. ([Speech](#))

### FIXED INCOME MARKET

- The yield on the 182-day bill inched higher at this week's auction after last week's decline - the first weekly decline since the second week of January 2022.

#### Government of Ghana Treasury Bill Rates

Instrument	15 Jul 22	08 Jul 22	WoW	YTD
91-Day	25.96	25.89	▲ 0.24%	▲ 107.22%
182-Day	27.46	26.55	▲ 3.44%	▲ 107.86%
364-Day	-	27.49	-	-

#### Bora Purchase Rates for Clients

Instruments	Min. Yield (%)	Max. Yield (%)
Under 182 Days	25.50	27.00
Up to 1 Year	28.00	29.50
1-3 Years	28.00	28.00
Over 3 Years	28.00	28.00

### EQUITIES MARKET

- The stock market closed the week on a negative note with the GSE Composite Index decreasing by ▼ 2.93%;
- Trading values and volumes were higher compared to the previous week's levels;
- CMLT ( ▼ 9.09%; GH¢0.10) and MTNGH ( ▼ 7.78%; GH¢0.83) were the laggards for this week, with no price gainer.

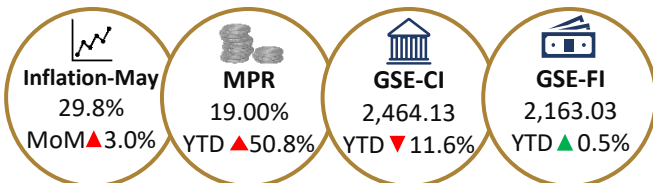
### UPCOMING EVENTS

**Launch of BORA Unit Trusts  
(September 2022)**



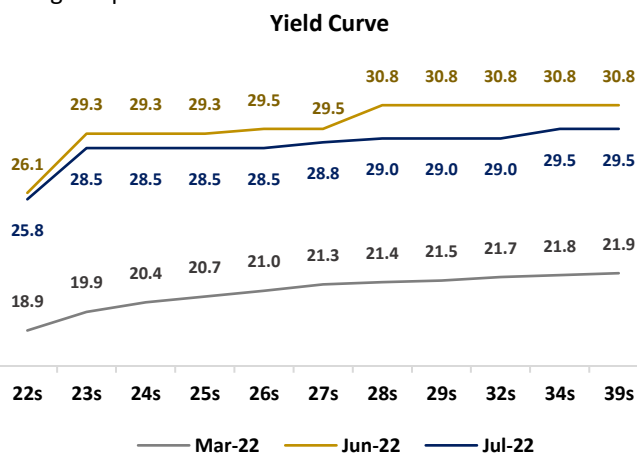
\* **WoW** – week on week    **MoM** – month on month    **YTD** – year-to-date

### KEY ECONOMIC INDICATORS



### TREASURY YIELD CURVE

Yields on the secondary market declined further this week, following three (3) months of sharp spikes. The short end of the curve remained almost constant during the week while the long end of the curve fell by about 1% over the period.



### COMMODITIES

- Brent crude oil prices settled lower at the end of this week as investors focused on the prospect of a large U.S. rate hike later this month that could stem inflation but at the same time hit oil demand.



**1,712.06** US\$/TOZ  
WoW ▼ 1.75%  
YTD ▼ 6.40%



**101.61** US\$/B  
WoW ▼ 4.94%  
YTD ▲ 28.65%



**1,724.00** GBP/T  
WoW ▲ 0.17%  
YTD ▲ 1.35%

### CURRENCIES

**\$ / ¢**  
**8.1238**  
YTD ▼ 31.34%

**£ / ¢**  
**9.6244**  
YTD ▼ 15.17%

**€ / ¢**  
**8.1877**  
YTD ▼ 16.81%

Source: Bloomberg, xe.com

### QUOTE OF THE WEEK

*"Know what you own, and know why you own it." — Peter Lynch.*