

## Bora Research - Weekly Market Review (9 Dec 22)

### WEEKLY MARKET HEADLINES

- **Minister of Finance launches Domestic Debt Exchange Program;** Government of Ghana is offering to replace the GH¢137 billion owed investors with four (4) new bonds that would allow Government to repay investors more conveniently over a 15-year period. ([Mofep](#))
- **Financial Stability Council puts in measures to mitigate impact of debt exchange program;** To support and encourage full participation of financial institutions, the financial sector regulators will temporarily reduce regulatory capital and liquidity requirements. Further, a fund of GH¢15bn provided by the Government, is being established to provide liquidity to financial institutions that participate fully in the program. ([BoG](#))
- **Organised labour and Associations reject proposed Debt Exchange Program;** Several associations including Ghana Association of Banks, Chamber of Corporate Trustees, GSIA, TUC, GMA, Ghana Insurers, etc. have kicked against the debt exchange program on the basis of no consent from lenders, adverse impact on pension funds and retirees, and many other reasonable grounds.

### FIXED INCOME MARKET

- Treasury bill rates declined at this week's auction, retreating from their upward trend.

Government of Ghana Treasury Bill Rates (%)				
Instrument	09 Dec 22	01 Dec 22	WoW	YTD
91-Day	35.57	36.18	▼ -1.70%	▲ 183.97%
182-Day	36.53	36.73	▼ -0.54%	▲ 176.50%
364-Day	36.19	-	-	▲ 117.42%

Bora Purchase Rates for Clients		
Instruments	Min. Yield (%)	Max. Yield (%)
Under 182 Days	36.00	36.00
Up to 1 Year		

### EQUITIES MARKET

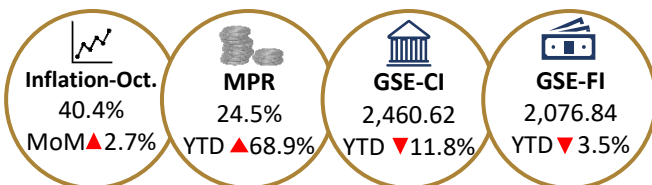
- The stock market declined by ▼ 0.11% on the back of one price loser and no gainer;
- Trading volumes and values were however higher compared to the previous week's levels;
- UNIL (▼ 9.83%; GH¢4.31) was the only price laggard.

### UPCOMING EVENTS

- 🏠 TOTAL interim dividend payment | 15<sup>th</sup> Dec. 2022
- 🏠 Expected signing of IMF Staff Agreement | 19<sup>th</sup> Dec. 2022

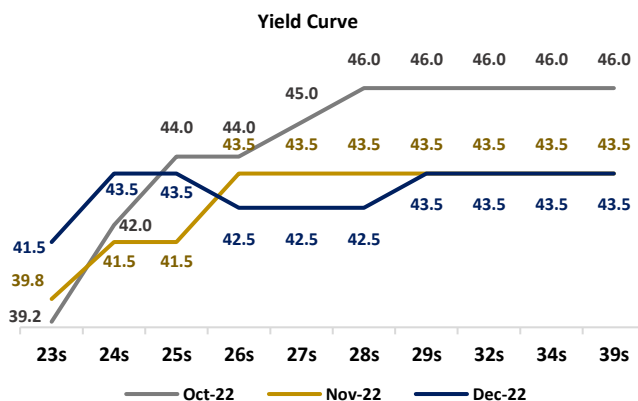
\* **WoW** – week on week    **MoM** – month on month    **YTD** – year-to-date

### KEY ECONOMIC INDICATORS



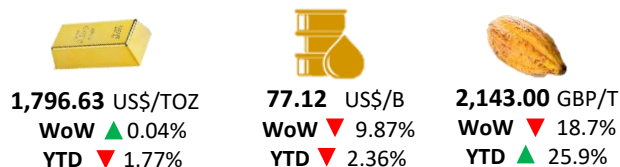
### TREASURY YIELD CURVE

- The bonds market has been on the quiet side this week as expected. Maturities between 2023 and 2025 realized a slight upward move while maturities between 2026 and 2028 declined by approximately 1% as at the early part of this week.



### COMMODITIES

- Oil prices headed for a weekly loss as worries over weak economic outlook in China, Europe and the United States weighed on oil demand.



### CURRENCIES



Source: Bloomberg, xe.com

### QUOTE OF THE WEEK

*"Unforeseen events are precisely that: unforeseeable. So, timing the market is for biased investors."* — **Coreen T. Sol**