

Monthly Market Review (July 2023)

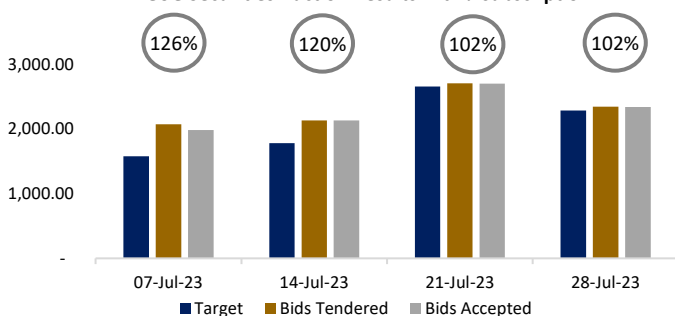
NEWS HEADLINES

- 2023 macroeconomic targets revised in mid-year budget;** The Minister of Finance presented major revisions of the country's fiscal framework prompted by developments witnessed in the first half of 2023 and the crucial necessity to align with the targets of the IMF. Overall real GDP growth rate was revised from an initial 2.8% down to 1.5%, while end-period headline inflation has been revised upward to 31.3% from an initial 18.9%. ([Midyear Budget](#))
- Government expenditure falls 26.3% below 2023 half year target;** Total expenditure was GH¢68.5billion (8.6% of GDP), below the target of GH¢92.9billion (11.6% of GDP) for the first half of 2023, representing 3.1% year-on-year decline. This reflects the 47.0% decrease in interest payments for the period as a result of the debt restructuring program and a 52.4% cutback on budgeted capital expenditure. Total Revenue and Grants on the other hand, was GH¢59.3bn (7.4% of GDP), below the target of GH¢64.7bn (8.1% of GDP) ([Midyear Budget](#))
- Ministry of Finance launches Debt Exchange Programme for Pension funds;** The objective of the offer is to be compliant with the IMF and have a debt sustainable payment structure. Holders of the eligible bonds who validly tender their holdings will receive new tranches of the currently outstanding GOG Bonds issued in February 2023 and maturing in 2027 and 2028. ([MoF](#))

FIXED INCOME MARKET

- Rates on the short-term bills edged up higher at the end of the month, subscribed an average of 110%.

GoG Securities Auction Results with %subscription



Government of Ghana Treasury Bill Rates (%)

Instrument	31 Jul 23	30 Jun 23	MoM	YTD
91-Day	25.24	23.95	▲ 5.38%	▼ -29.21%
182-Day	27.15	25.80	▲ 5.24%	▼ -24.48%
364-Day	30.31	29.25	▲ 3.59%	▼ -15.62%

Bora Purchase Rates for Clients

Instruments	Min. Yield (%)	Max. Yield (%)
0 - 91 days	22.90	28.00
Under 182 days	21.97	27.00
183 - 364 days	29.00	30.05

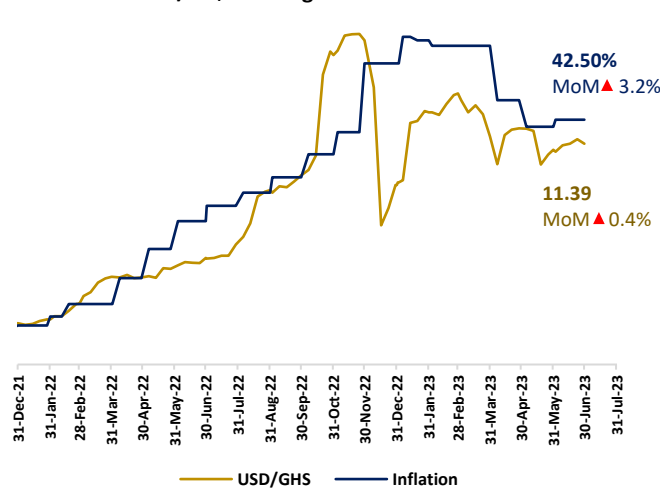
* MoM – month on month YTD – year-to-date

KEY MACROECONOMIC INDICATORS

- Annual inflation rose for the second consecutive month to 42.5% in June, compared to 42.2% in May 2023;
- The Monetary Policy Committee raised its benchmark monetary policy rate to 30% during its July 2023 meeting, bringing borrowing costs to the highest level since records began in 2000 amid indications of rising inflation.



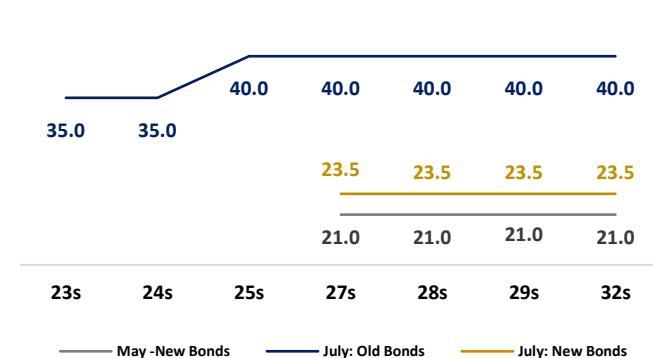
GH¢/US\$ Exchange rate vs. Inflation



TREASURY YIELD CURVE

- Yields on the old bonds remained stable over the past month. The yields on the new bonds however inched up by an average of 23.5% at the end of the July.

Yield Curve



Monthly Market Review (July 2023)

EQUITIES MARKET

- The stock market maintained its bullish run within the month, with the GSE Composite Index and the Financial Stock Index increasing by ▲6.01% and ▲1.37% respectively on a month-on-month basis;
- Trading volumes and values were also higher as compared to the previous month.

Index

GSE-CI	2,976.77	MoM ▲ 6.0%	YTD ▲ 21.8%
GSE-FSI	1,715.17	MoM ▲ 1.4%	YTD ▼ 16.4%
Mkt Cap.	72,075.71	MoM ▲ 2.6%	YTD ▲ 11.7%

Top Gainers

GGBL	GH¢ 2.80	MoM ▲ 32.1%	YTD ▲ 36.6%
SOEGH	GH¢0.73	MoM ▲ 23.7%	YTD ▼ 27.0%
MTNGH	GH¢ 1.43	MoM ▲ 8.3%	YTD ▼ 62.5%




Top Losers

ACCESS	GH¢ 3.28	MoM ▼ 13.7%	YTD ▼ 18.2%
SIC	GH¢ 0.20	MoM ▼ 13.0%	YTD ▼ 35.5%
BOPP	GH¢14.00	MoM ▼ 0.8%	YTD ▲ 83.0%

COMMODITIES MARKET

- Brent crude prices posted the biggest monthly gains since January 2022 on expectations that Saudi Arabia will extend voluntary output cuts into September and tighten global supply.

52-week Low Current Price 52-week High

	70.12	85.34	116.67
	1,615.05	1,968.90	2,062.83
	2,026.00	3,456.50	3,627.09

UPCOMING EVENTS

 MPC Press Release | 25th September

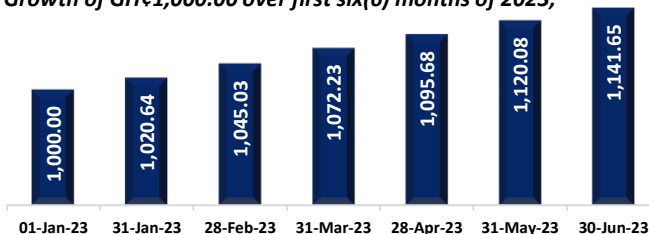
* MoM – month on month YTD – year-to-date

BORA UNIT TRUSTS – HALF YEAR RESULTS

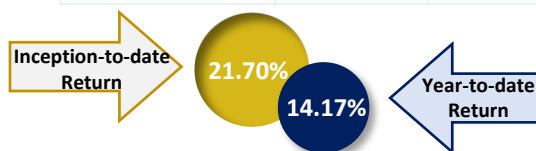


Bora Fixed Income Unit Trust seeks to preserve and enhance unitholders' wealth to meet medium to long term financial goals, while creating liquidity to meet short term needs.

Growth of GH¢1,000.00 over first six(6) months of 2023;

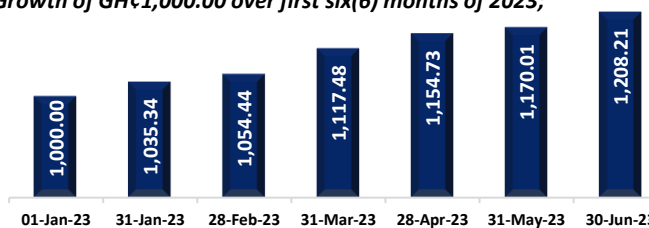


Quarterly Returns:	Inception to Dec -22	Q1 2023	Half Year 2023
	4.40%	7.22%	14.17%

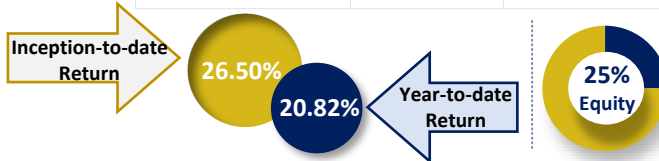


Bora Balanced Unit Trust seeks to grow unitholders' wealth to meet medium to long term financial goals.

Growth of GH¢1,000.00 over first six(6) months of 2023;



Quarterly Returns:	Inception to Dec -22	Q1 2023	Half Year 2023
	6.30%	11.75%	20.82%



What makes Bora Unit Trusts successful:



Active Management

We actively manage our portfolio in order to make timely adjustments to the holdings based on market conditions and emerging opportunities.



Market Insights

Our in-depth research assists in identifying emerging trends and positions the fund's portfolio to take advantage of growth opportunities.



Focus on value stocks (Balanced Fund)

We identify and select high-quality stocks that have the potential for long-term growth while we avoid underperforming ones.