

Bora Research - Weekly Market Review (25-Aug-23)

WEEKLY MARKET HEADLINES

- Cocoa bill exchange programme records 90% participation;** The debt exchange offer made by Ghana COCOBOD through the Government raked in GH¢7.9billion out of the intended GH¢8.0billion. This move is expected to allow for much-needed liquidity, earmarked for financing future cocoa purchases, thereby leading to some recoveries in the domestic market. ([GhanaWeb](#))
- Share price of Ecobank Ghana Limited (EGH) hits a decade low of GH¢3.90;** Ecobank Ghana, which began the year with a share price of GH¢6.64 has lost 41.3% off that price since the beginning of the year, with 28% of it being lost in the past month only. The commercial bank posted a revenue of GH¢1.68billion for the first half of 2023, representing a 42.0% year-on-year increase. Its stock price is currently trading at a price-to-book of 0.44. ([Bora Research](#))
- Government considers re-opening debt exchange program for persons who didn't sign up;** According to a representative of the Finance Ministry, Dr. Mohammed Amin Adam, this move by the Government has been influenced by concerns of ability to trade by some investors who still hold on to the old. ([MyJoyOnline](#))

FIXED INCOME MARKET

- The treasury bills edged up further at this week's auction, subscribed at 105.02%.

Government of Ghana Treasury Bill Rates (%)					
Instrument	25 Aug 23	18 Aug 23	WoW	YTD	
91-Day	27.02	26.71	▲ 1.18%	▼ -24.22%	
182-Day	28.62	27.88	▲ 2.64%	▼ -20.39%	
364-Day	31.24	31.08	▲ 0.51%	▼ -13.02%	

Bora Purchase Rates for Clients		
Instruments	Min. Yield (%)	Max. Yield (%)
0 - 91 days	26.00	30.00
92 - 182 days	26.50	29.50

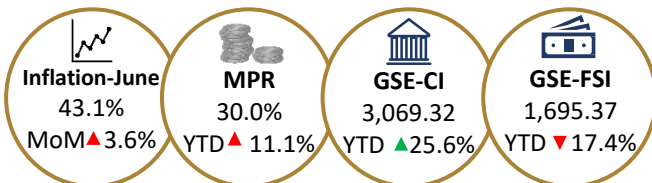
EQUITIES MARKET

- The stock market inched up by ▲0.25% at the end of this week's trading session;
- Trading values and volumes were however lower compared to the previous week's levels;
- SCB (▲11.73%; GH¢15.14) led the price gainers whiles EGH (▼9.72%; GH¢3.90) led the laggards.

UPCOMING EVENTS

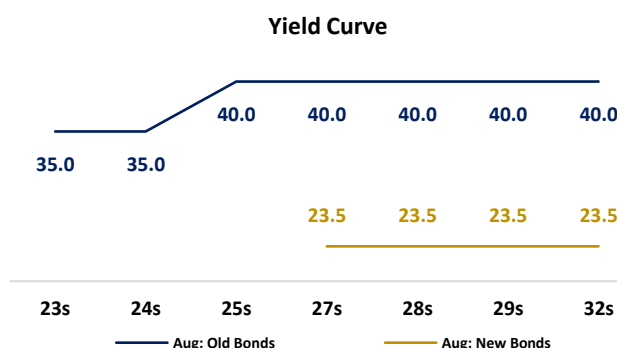
📅 MPC Press Release | 25th September

KEY ECONOMIC INDICATORS



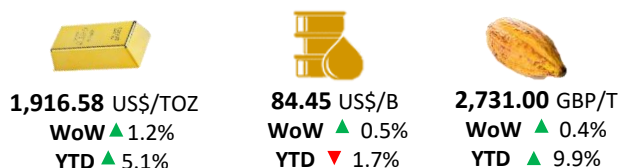
TREASURY YIELD CURVE

- The secondary market has not experienced much movement over the past few weeks as yields on both the old and new bonds remain relatively stable.



COMMODITIES

- Oil prices experienced a volatile session this week but ended the week higher after a report of sliding gas oil stocks in Europe. This was after earlier price declines based on demand worries and a strong dollar.



CURRENCIES



Source: Bloomberg, xe.com

QUOTE OF THE WEEK

"The decision to invest in an asset class must be rational, not emotional." - Naved Abdali

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