

### Primary Debt Market:

-The GoG in last week's auction raised a sum of GHS 1,236.61 million out of the GHS 1,246.61 million bids tendered. The 91day bill raised GHS 1,088.54 million, out of the tendered GHS 1,093.54 million, whilst the 182 day bill raised GHS 148.07 million of the GHS 153.07 million raised. The amount raised exceeded the targeted amount of GHS 1,191.00 million by some GHS 45.61 million. The GoG seeks to raise GHS 708.00 million in 91 day and 182 day bills only, in its next auction.

-Also on the primary market, the Initial Price Guidance (IPG) of the 5-year local dollar bond was released and set in the "6.00% area". The book opens on Wednesday 17<sup>th</sup> November and closes on Thursday 18<sup>th</sup> November.

-Yields gave mixed results. The 91 day bill closed flat at 12.48%, same as the week before. The 182 day bill on the other hand saw yields 6 bps higher at 13.22% from 13.16% in the preceding week. Year-to-date, the 91 day bill has seen yields drop by 11.40% whilst the 182 day bill has also dipped by 6.40%.

- In the news, the country's inflation rate for October 2021 rose to 11.0%, up 0.4% points from the 10.6% recorded in September 2021. The October inflation rate is the highest in the last 15 months and came on the back of increases in housing, water, electricity, gas and other fuels.

### Secondary Debt Market:

-At the start of last week, activity on the secondary market was rather low. Investors were seen mainly at the front to belly of the curve as market participants anticipated the reading of the budget statement to determine their next direction. Activity picked up however as the week progressed. Total market turnover at the close of week stood at GHS 5,033.55 million versus GHS3,322.73 million in the preceding week.

-With benchmark securities, activity remained between local participants as offshore players remained on the sidelines. Offers greatly outweighed bids. The October 2024 and May 2026 papers traded 190 bps and 125 bps higher. Similarly, the June 2028 and July 231 also closed around 20.16% and 21.24%, up by some 180 bps and 144 bps respectively. There was however some decent action seen in the newly minted November 2023 paper which traded around 19.80% (vs. 20.00% when it was issued on the primary market) by close of week.

-Looking ahead, we anticipate that the release of the 2022 budget statement this week, would provide some clarity to the market and determine the direction of yields, for the rest of the year.

### Primary Market

Security	Recent auction (date)	Amount tendered (GHS'M)	Bids accepted (GHS'M)	Prev. yield (%)	Current yield (%)	Change (%)
91 day	12/11/21	1,093.54	1,088.54	12.48	12.48	0.00
182 day	12/11/21	153.07	148.07	13.16	13.22	0.06

Source: Bank of Ghana

### Secondary Market

Security	Weighted avg. price (estimated)	Weighted avg. yield (estimated) %
91 day bill	97.47	12.54%
182 day bill	97.47	12.94%
364 day bill	97.47	14.63%
2 year note*	97.47	19.78%
3 year note*	97.47	20.30%
5 year bond*	97.47	21.20%
6 year bond*	97.47	20.59%
7 year bond*	97.47	20.16%
10 year bond *	97.47	21.24%
15 year bond*	97.47	20.99%
20 year bond *	97.47	20.10%

Source: Central Securities Depository

\*Benchmark security.

2yr - Nov '23

3yr - Oct '24

5yr - May '26

6yr - Sept '27

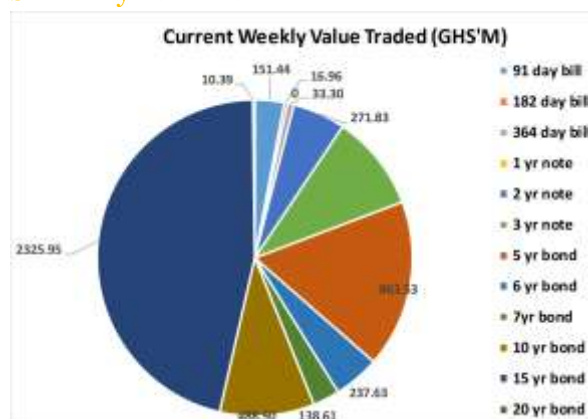
7yr - June '28

10yr - July '31

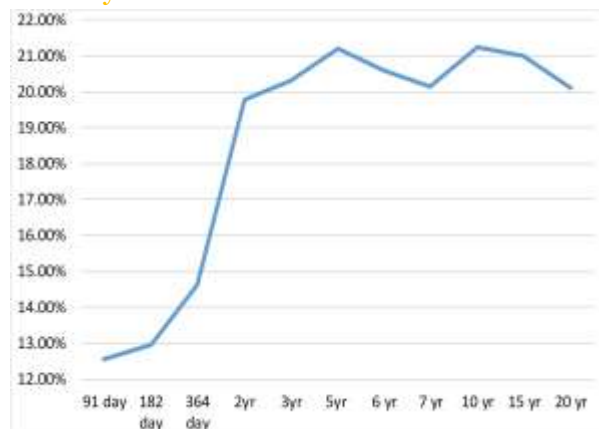
15yr - July '34.

20 yr - August '39

### Secondary Market Trades



### Treasury Bill and Bond Yield Curve



## Other Treasury Markets

**Nigeria:** Nigeria's United Bank for Africa (UBA) has last week issued a \$300 million Eurobond at a yield of 6.75% to fund growth. The Eurobond was placed with global investors with a subscription rate of 1.7 times the offer size amid a backdrop of volatile markets. UBA announced the bond offering last week and issued the debt after a two-day meeting with investors. Nigeria issued \$4 billion of Eurobonds in September that were heavily oversubscribed, paving the way for corporates to follow. Read more: <https://cutt.ly/MTznx6d>

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