



ECONOMIC AND FINANCIAL MARKET REVIEW - 3rd Quarter, 2021 (Q3'2021)

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Key Macroeconomic Indicators Review: Q3'2021

GDP



4.9%

Ghana's economy expanded by 3.9% in Q2 2021. GDP growth is expected to rebound in 2021, with the World Bank revising its forecast on Ghana's growth from 1.4% to 4.9% in 2021.

Inflation



10.6%

Inflation ended the quarter under review at 10.6% (i.e. September, 2021)

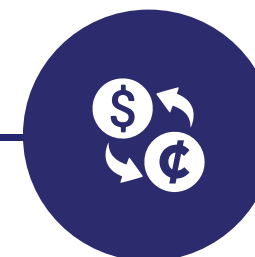
Monetary Policy



13.5%

The MPC maintained MPR at 13.5% at the end the Q3 2021 in support of economic growth

Exchange Rate



1.84%

The Cedi depreciated by 1.84% to the US dollar at the end of Q3 2021 vrs a 3.05% depreciation for the same period last year.

Currency Performance Review: Q3'2021

Cedi: Exchange rate performance

USDGHS

1 Dollar = 5.87 cedis

Q3-2021 : +1.8%

EURGHS

1 Euro = 6.81 cedis

Q3-2021 : -0.3%

GBPGHS

1 Pound = 7.88 cedis

Q3-2021 : -0.9%

TESAH-10 (Currencies of 10 Largest Economies in Africa by GDP)

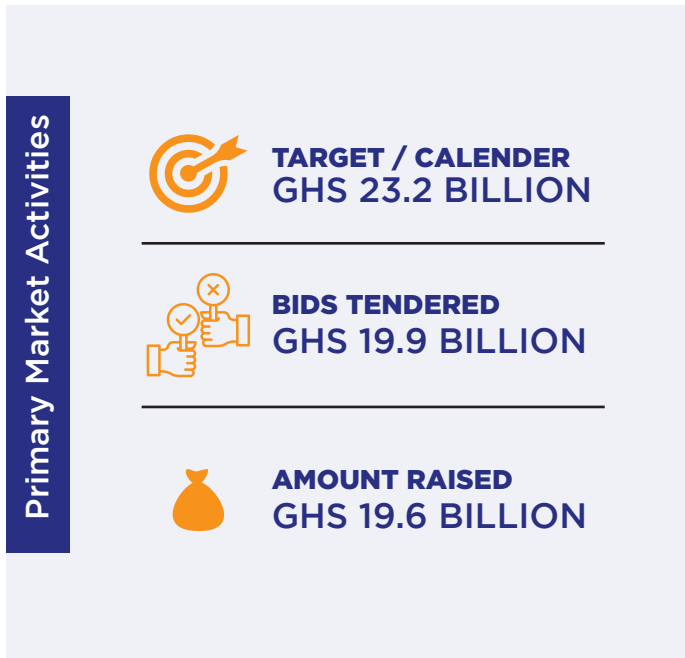
Currency	Code	Performance against US Dollar
South African Rand	USDZAR	5.5%
Kenyan Shilling	USDKES	2.4%
CFA	USDXOF	2.4%
Algerian Dinar	USDDZD	2.2%
Ghanaian Cedi	USDGHS	1.8%
Moroccan Dirham	USDMAD	1.6%
Egyptian pound	USDEGP	0.2%
Nigerian Naira	USDNGN	0.0%
Botswanan Pula	USBWP	-3.5%
Angolan Kwanza	USDAOA	-7.3%

Colour Code

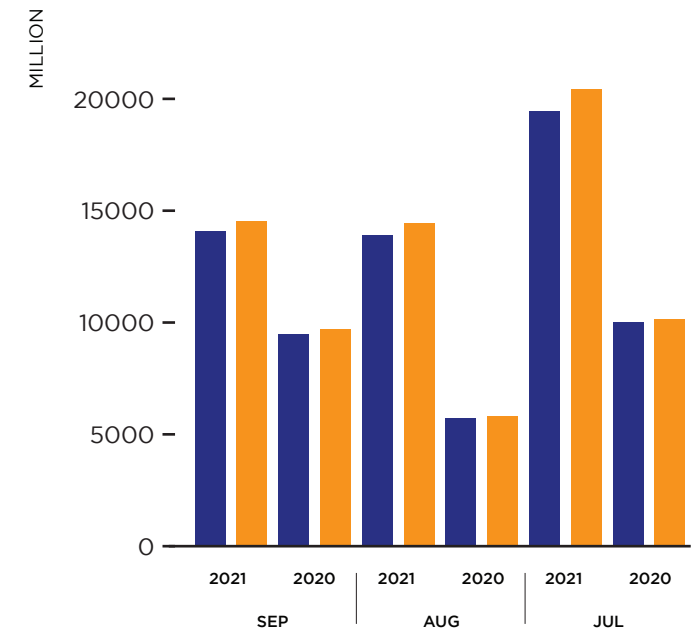
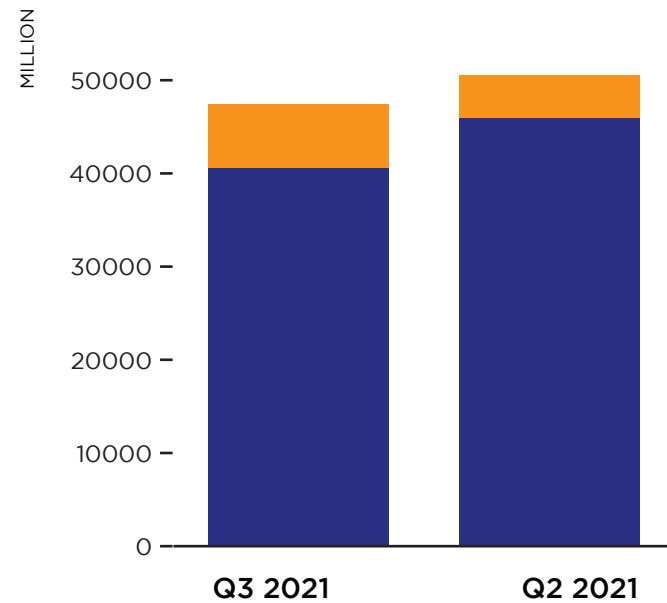
Green is the appreciation rate of the USD to the respective currencies

Red is the depreciation rate of the USD to the respective currencies

Fixed Income Market Review: Q3'2021



Secondary Market - Summary of Trade Statistics



■ Government Securities ■ Corporate Securities

■ Volume Traded ■ Value Traded

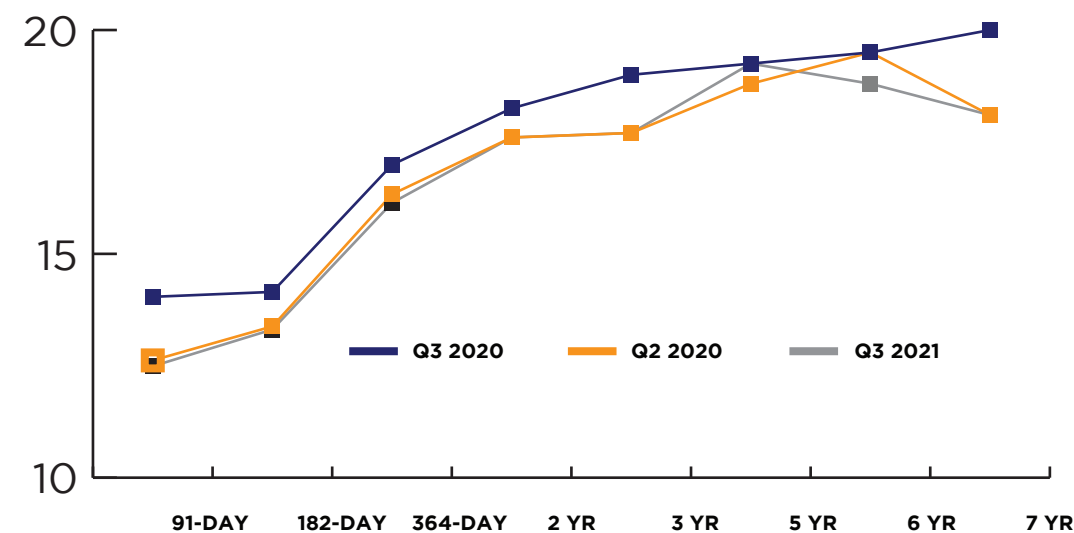
Sources: Bank of Ghana, Central Securities Depository and GFIM

Fixed Income Market: 1H 2021 in Review

Interest Rate Summary

	Interest rate as at 30/9/2021	QTR Change	12-month change
91 DAY	12.49%	-13 BPS	-150 BPS
182-DAY	13.21%	-17 BPS	-90 BPS
364-DAY	16.14%	-19 BPS	-80 BPS
2 -YR	17.50%	-10 BPS	-80BPS
3 - YR	17.70%	-	-130 BPS
5 -YR	18.80%	-	-50BPS
6-YR	18.80%	-45 BPS	-70 BPS
7 -YR	18.10%	-	-190 BPS
10-YR	19.75%	-5 BPS	-5 BPS

Trend of Yield Curve



Key Takeaways

Fixed Income

- T-bills were undersubscribed during the third quarter of 2021. The overall subscription rate was 89.5%, down from GoG's target of GHS16.83 billion, as investors shifted their interest to the bond market in search of higher yields.
- The interest rates for the 364-day, 182-day and 91-day T-bills declined by 19 bps, 17 bps and 13 bps from Q2'2021, to 16.14% , 13.21% and 12.49% respectively, in Q3'2021.
- Activity on the secondary bond market increased, with the turnover increasing by 92.4%y/y in Q3'2021 to GHS 49.37 billion, from GHS 25.66 billion in Q3'2020.
- GoG securities accounted for 85.5% of total volumes traded in Q3'2021 down from 90.8% recorded in Q2'2021 due to an increase in corporate bond issuances during the period (ie. ESLA, Daakye and Letshego).
- GoG securities constituted 80.83% of the market size as at September, 2021.

Equity Market Review: Q3'2021

GSE-CI



2,855.29 points
(+211.62 points)

Qtr Return = 8.00%
YTD Return = 47.06%

Market Cap



GHS 64,170.83 M

Qtr Change = 4.63%

Volume



73.50 M

Qtr Change = -41.8%

Value Traded



GHS 103.55M

Qtr Change = -30.6%

Most Traded Stock



MTNGH

87.48% of Total
Trading Volume



Equity Market Review: Q3'2021

Gainers and Losers During the Quarter

Gainers

				
+118.7%	+77.2%	+60.0%	+38.9%	+31.8%
				
+27.9%	+27.4%	22.2%	+11.6%	+9.7%
				
+9.4%	+5.7%	+5.3%	+3.4%	+2.5%

Losers

		
-33.3%	-4.4%	-0.4%

Key Takeaways

EQUITIES

- The GSE-CI continued on an upward trajectory in GSE-CI Q3'2021 as it closed the quarter at 2,855.29 up from 2,643.67 points in Q2'2021, with a year-to-date return of 47.06%.
- The equities market performance during the quarter was driven mainly by gains recorded by GSE-FSI. The GSE-FI gained 9.82% following the release of the H1'2021 financial results of listed banks as compared to a gain of 1.38% in the previous quarter.
- Trading volumes declined by 41.8% as share volume of 73.50 million valued at GHS 103.55 million changed hands compared with 104.22 million shares valued at GHS 135.24 million which settled in Q2'2021.
- MTNGH dominated the market in volume traded by ~87.48% in Q3'2021 .

Company update:

- kiddiFUND Mutual Fund Ltd has been renamed as Tesah Future Fund to reflect the strategic direction of the Fund i.e assisting not only children but adults and all investors to achieve their long term investment goals.
- Tesah Future Fund (TFF) closed September at a YTD return of 22.69%. This return placed TFF second (2nd) on the league table of SEC-Licensed Balanced Funds in Ghana. To invest, just dial *170#. **Select “Paybill” ▶ General Payment ▶ Enter Payment Code (last 7 digits of your account number)**
- Tesah Capital is excited to announce that it has received approval to operate a unit trust; Tesah Money Trust (TMT).
- At Tesah Capital, making a positive impact in the communities we serve remains a key motivator. Tesah partnered The Amrahia Health Centre as their headline sponsor on the 11th of October, 2021 to observe the Breast Cancer Awareness Month.



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