



**FIXED INCOME MARKET HIGHLIGHTS**

The interest rates were increased by the Bank of Ghana (BoG) across the three maturities offered for sale during last week's primary market auction, with the shortest end of the curve witnessing the highest jump.

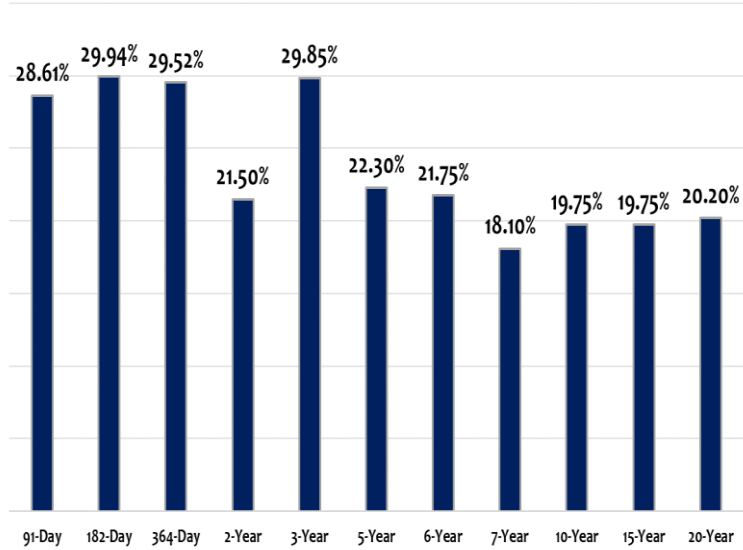
The 91-Day Bills cleared at 28.61%, 0.89% higher than the previous session's interest rate of 27.72%. The 182-Day Bills tenor was sold to traders at 29.94%, 0.65% higher than the 29.29% offered at the preceding auction, while the 364-Day Bills maturity cleared at 29.52%, 0.69% higher than the 28.83% of the earlier exercise.

Bids tendered exceeded the central bank's target by GH¢664.06 million. However, accepted bids were below tendered bids as GH¢1,391.21 million was raised in 91-Day Bills, GH¢378.96 million in 182-Day Bills and GH¢56.04 million in 364-Day Bills as compared to GH¢911.38 million raised in 91-Day Bills and GH¢185.82 million in 182-Day Bills at the previous auction.

The strong demand for higher tenors ostensibly because of the higher rates is expected to continue at the next auction as investors shop for investment tools that will fetch them higher yields amid rising inflationary pressures eroding the gains from risk-free assets.

The target for the next auction (Tender #1814) is GH¢1,723.00 million in 91-Day Bills, 182-Day and 364-Day Bills.

**TREASURY RATES YIELD (22<sup>nd</sup> August – 26<sup>th</sup> August 2022)**



**RESULTS OF LAST WEEK'S TREASURY BILL AUCTION**

GOG Treasuries	Current	Previous	Change
91-Day T-Bills	28.61%	27.72%	0.89%
182-Day T-Bills	29.94%	29.29%	0.65%
364-Day T-Bills	29.52%	28.83%	0.69%

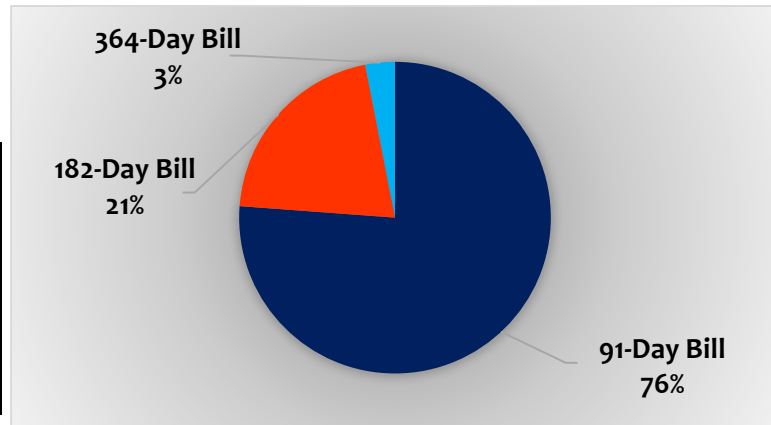
**91-Day Bills, 182-Day Bills and 364-Day Bills**

BOG Offer	1,167.00
Tendered	1,831.06
Accepted	1,826.21

**BREAKDOWN OF TOTAL AMOUNT RAISED THIS WEEK**

Treasuries	Bids Tendered (GH¢ MN)	Bids Accepted (GH¢ MN)
91-Day T-Bill	1,391.21	1,391.21
182-Day T-Bill	378.96	378.96
364-Day T-Bill	60.89	56.04
<b>TOTAL</b>	<b>1,831.06</b>	<b>1,826.21</b>

**BREAKDOWN OF TOTAL AMOUNT RAISED THIS WEEK**



**SUMMARY OF JULY 2022 GFIM ACTIVITIES**

**GHANA FIXED INCOME MARKET**

YEAR	July 2022	July 2021	Change
VOLUME	19,157,803,386	19,453,690,758	-1.52%
VALUE (GH¢)	17,606,043,801.67	20,401,952,487.96	-13.70%
NO. OF TRADES	40,941	34,408	18.98%

Source: Ghana Stock Exchange

**KEY ECONOMIC INDICATORS**

Indicator	Current	Previous
Monetary Policy Rate	August 2022 22.00%	19.00%
Real GDP Growth	December 2021 5.40%	0.40%
Inflation	July 2022 31.7%	29.8%
Reference rate	August 2022 24.23%	20.80%

Source: GSS, BOG, GBA

**NEXT AUCTION DETAILS**

Treasuries	Bids Tendered (GH¢ MN)
Tender No.	1814
Target Size	GH¢1,723.00 million
Auction Date	2 <sup>nd</sup> September, 2022
Settlement Date	5 <sup>th</sup> September, 2022
Securities on offer	91-Day, 182-Day & 364-Day T-Bills

**ANALYSTS**

Godwin Kojo Odoom: Senior Research Analyst

Obed Owusu Sackey: Analyst

Wisom Kwame Asigbetse: Analyst