

Market Information

According to new central bank regulations, as of April, all foreign currency sale transactions by oil companies and in the interbank market, above USD 0,5 million, started to be traded on the Bloomberg platform. In this way, the BNA will only report a daily reference exchange rate, which results from the average of transactions between the various market operators; thus BNA's intervention is limited to market participation, buying or selling currencies according to its function of providing stability to the exchange rate. In this sense, the Kwanza depreciated again this week, at 1.6% against the Dollar, trading last Friday at USD/AOA 545.4 - the Euro is trading at 588.3 Kwanzas. Since the beginning of the year, the Angolan currency has already lost 11.6% of its value against the Dollar. **On the other hand, the central bank has published another set of measures, some of which are only applicable while the State of Emergency is in place.** Retail banks were instructed to grant a 60-day moratorium on the fulfillment of their customers' credit obligations; BNA ensures that these suspensions will not be classified as defaults or reduced likelihood of complying with future credit obligations. In addition, BNA eliminated the amount limits for payment instruments on imports of food, medicine and biosafety material with a value of less than USD 100,000. Among other measures, the BNA also extended the list of products covered by the regulation which compels banks to grant a minimum of 2% of their assets in loans at a maximum cost of 7.5%: the list now covers the 54 PRODESI products.

In March, BODIVA saw more than AOA 132 billion (Bn) in publica debt trades, the highest level since the beginning of public debt trading in the exchange. According to a BODIVA press release, Dollar-indexed Treasury Bonds with residual maturities up to 2 years were the most traded security, representing 72.7% of the total amount traded. According to the Debt Management Unit's March report, more than AOA 29.6 Bn in domestic debt were issued on the primary market. Treasury bills (BT) represented 98.8% of issues, particularly the shorter maturity (91 days), 75.9% of the total issued. Last week, BTs were issued at 15.45% at 3 months, and at 16.5% at 6 months - there was no demand for OTs at the rates offered by the Treasury.

In international markets, Brent recovered slightly, with the prospect of a possible agreement between Saudi Arabia and Russia, with a meeting expected on Thursday. At the time of writing, the commodity traded around USD 33.

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Indicator	2019*	2020**	2021**
GDP change (%)	-0.6	0.5	1.5
Average Inflation (%)	17.5	22.8	16.8
Current Account (% GDP)	0.8	-1.3	-1.5

*GDP - IMF forecast; Inflation - INE; Current Account - BNA with BFA calc.
** Average of forecasts from Bloomberg

Sovereign Rating

Rating Agency	Rating	Outlook	Last change
Fitch	B-	Stable	06/03/20
Moody's	B3	Stable	27/04/18
Standard & Poor's	CCC+	Stable	27/03/20

Monetary and ForEx data*

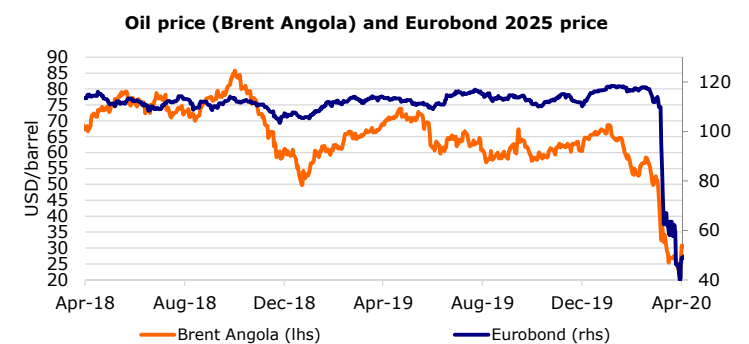
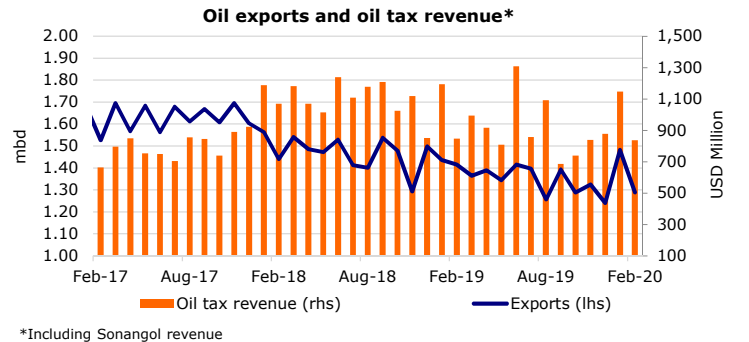
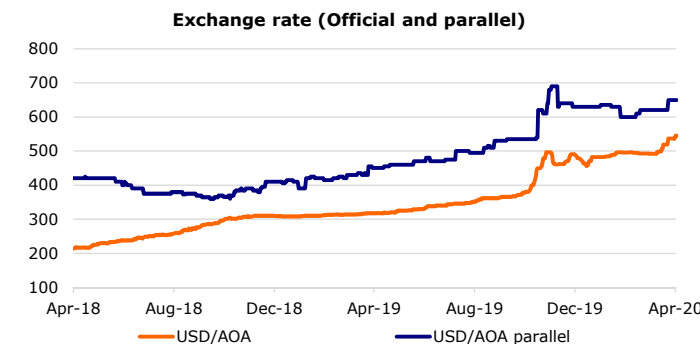
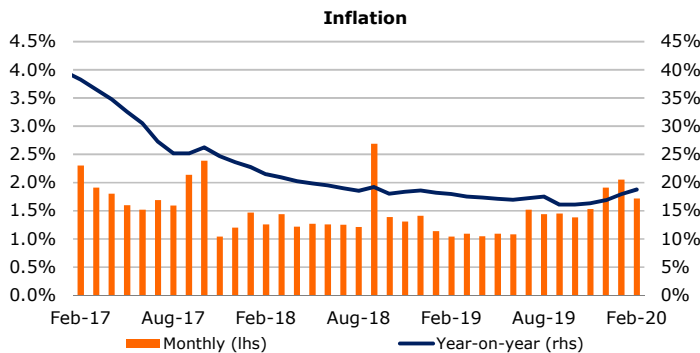
	03/04/20	7 days (p.p./%)	Change YTD (p.p./%)	12 months (p.p./%)
LUIBOR O/N	17.20%	0.26	-11.62	1.44
USD/AOA	545.4	1.64%	13.10%	71.71%
AOA/USD	0.00183	-1.61%	-11.58%	-41.76%
EUR/AOA	588.3	-1.56%	8.79%	64.73%
EUR/USD	1.080	-3.05%	-3.67%	-3.74%
USD/ZAR	19.04	8.04%	36.00%	34.85%

*Change of USD/AOA (or EUR/AOA) shows the appreciation/depreciation of the USD (or EUR) against the Kwanza; the change of AOA/USD shows the appreciation/depreciation of the Kwanza against the USD.

Auctions of Treasury bonds and bills last week

Maturity	Rate	Supply	Demand	Allocated
BT (3 months)	15.45%	5,000	11,500	11,500
BT (6 months)	16.50%	5,736	4,000	4,000

BT are treasury bills, OT are treasury bonds; Note: amounts (except for the rate) are in million Kwanza. USD OT in million Dollars * Bond linked to the exchange rate ** Bond linked to treasury bills



Sources: Bloomberg, BNA, INE, Finance Ministry, OPEC