

## Market Information

**In the first 5 months of the year, the volume of crude exports remained stable in comparison to the same period last year (-0.5% yoy), at an average volume of 1.38 million barrels per day (mbd). In May, around 1.37 mbd (-1.6% yoy) were exported, while the average export price tumbled 74% yoy to USD 18.2. This steep fall relates to the fact that prices for May exports were negotiated at the height of Covid-19 related pessimism on oil markets, when WTI even dropped to negative levels in mid-March. With this price drop, revenues declined by almost 74% yoy, amounting to only USD 747 million (the lowest figure since the beginning of the statistical series, in 2009). Tax revenues saw a less severe reduction of 50.4% yoy, reaching USD 401 million. **Sonangol P&P allocated its shares in the service contracts in Blocks 20/11 and 21/09 to Total; the French company will now be allowed to serve as operator in these two blocks.** The decision followed an Executive Decree approving the Declaration of Marginal Discovery for the Golfinhos and Cameia fields, respectively in Blocks 11/20 and 9/21. **In international markets, Brent closed the week around USD 39; the commodity is being pressured due to rising prospects that a second wave of COvid-19 cases will occur.****

**Angola secured a USD 910 million loan to finance BITA's water supply project. The financing syndicate will be led by Standard Chartered Bank, also including BNP Paribas and Crédit Agricole; moreover, the project is covered by a USD 500 million World Bank guarantee.**

**Lucapa, the diamond mining firm operating in Angola, managed to raise around USD 3.6 million from selling shares in the Australian stock exchange, an operation which had been announced back in March.** The aim is to finance the research work to find the Lulo mine kimberlite, in the Lunda Norte province.

**In May, retail banks bought approximately USD 126.5 million in foreign exchange from the Oil and Gas sector - in a total of 41 transactions effected at an average rate of USD/AOA 623. In the foreign exchange market, the Kwanza depreciated 1.65% against the Dollar last week, while losing 1.36% against the Euro, as the reference rate ended the week at 595.1 and 673.3, respectively.** In the parallel market, the dollar is trading at around AOA 740, according to Kinguila Hoje, which corresponds to a gap just above 24%.

## Market Information

Indicator	2019*	2020**	2021**
GDP change (%)	-0.9	-2.3	0.9
Average Inflation (%)	17.2	27.5	20.0
Current Account (% GDP)	5.8	-6.95	-5.2

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

## Sovereign Rating

Rating Agency	Rating	Outlook	Last change
Fitch	B-	Stable	09/03/20
Moody's	B3	Stable	27/04/18
Standard & Poor's	B-	Negative	11/02/20

## Monetary and ForEx data\*

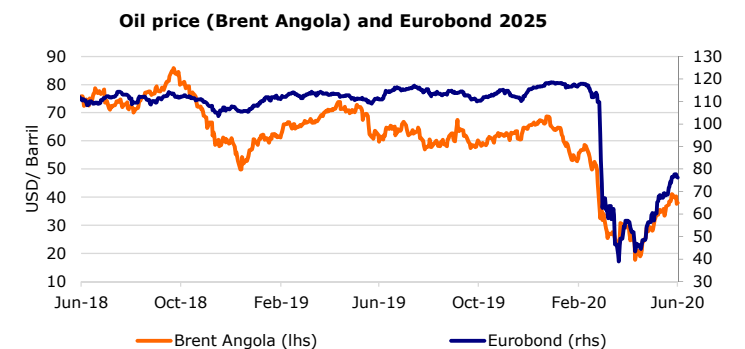
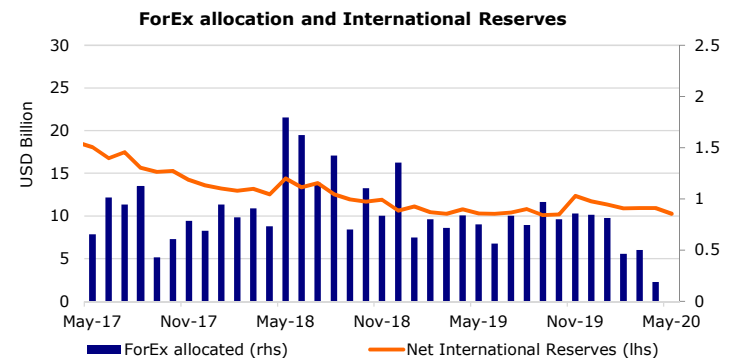
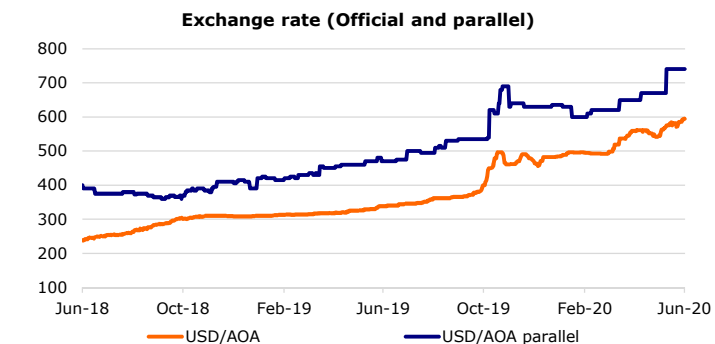
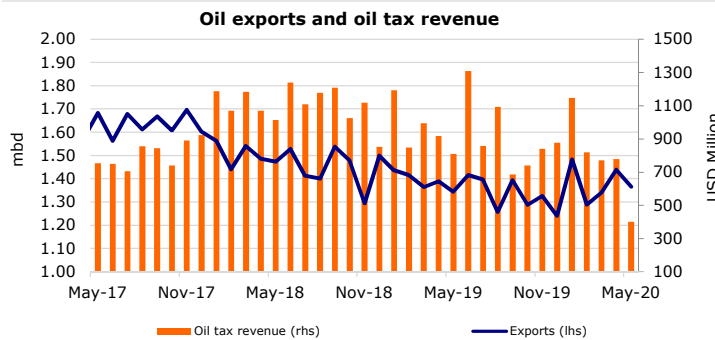
	12/06/20	7 days (p.p./%)	Change YTD (p.p./%)	12 months (p.p./%)
LUIBOR O/N	15.43%	0.03	-13.39	0.37
USD/AOA	595.1	1.67%	23.40%	75.54%
AOA/USD	0.00168	-1.65%	-18.96%	-43.03%
EUR/AOA	673.3	1.38%	24.50%	75.94%
EUR/USD	1.130	0.10%	0.80%	0.24%
USD/ZAR	17.00	0.71%	21.42%	14.33%

\*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)	16.00%	8,999	500	500
BT (6 months)	17.50%	17,890	2,502	2,502
BT (12 months)	18.50%	19,050	651	651
OT (1,5 years)	22.50%	18,000	2,250	2,250
OT (2 years)	22.50%	7,500	250	250
OT (3 years)	23.50%	10,000	1,700	1,700

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