

## Angola Weekly | 27/09

### Market Information

**Between January and August this year, Angola exported around 6.67 million carats of diamonds, an increase of 80% compared to the same period last year.** The average export price during the period was around USD 145 (+6.3% yoy). As a result, export earnings grew by almost 94% yoy, totaling around USD 1 billion. In relation to fiscal revenue, in the first eight months of the year, the Government collected USD 77.6 million (+110% yoy). The numbers recorded during the period are also higher than those recorded during the same period in 2019 (+25% on the tax revenue side and +24% on the export revenue side).

**Last Friday, ANPG announced the result of the bidding process for the 9 blocks located in the Lower Congo and Kwanza Onshore Basins.** Canadian company MTI Energy will be the operator of blocks CON5, KON5, KON 17 and KON20; Angolan oil company Somoil will be the operator of the CON1 block; Mineral One will operate in block CON6 while Simples Oil, Alfort Petroleum and AIS Angola will operate blocks KON6, KON8 and KON9, respectively. ANPG informed that the final composition will be effective after the conclusion of the contract negotiation process. **According to data collected independently by OPEC, Angola produced around 1.11 million barrels per day (mbd) in August (-8.9% yoy); this is the highest value since April.** In the first eight months of the year, the monthly average production was around 1.11 mbd, representing a fall of 14.1% compared to the same period of the previous year.

**Last Tuesday, IGAPE started a public tender through an electronic auction for the privatization of 4 agro-industrial companies.** According to the institution, the Malanje Model Slaughterhouse and the Caxito, Namibe and Dombe Grande Agro-Industrial Complexes will be auctioned. Applications must be submitted until the 1st of November and the auction will be held on the 2nd and 3rd of November. **Last Wednesday, Sonangol concluded the sale of 30% of its shares in the Sonadiets Group to Dietsman Marine.** In addition, the company started last Thursday the public tender for the privatization of its hotel units. In the statement, the company said that it intends to give up the rights to operate and manage the Suite Maianga, HCTA, Rio Mar and Florença hotels.

**In the foreign exchange market, the week was marked by a significant appreciation of the Kwanza against the Dollar (2.7%) and against the Euro (3%).** Thus, the domestic currency closed the week trading at 601 USD/AOA and 707 EUR/AOA.

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Indicator	2020*	2021**	2022**
GDP change (%)	-5.4	2.1	4.8
Average Inflation (%)	22.3	24.3	24.3
Current Account (% GDP)	1.5	9.3	5.8

\*Inflation, GDP - INE; Current Account - BNA;  
\*\*BFA forecasts

### Sovereign Rating

Rating Agency	Rating	Outlook	Last change
Fitch	CCC	-	04/09/20
Moody's	B3	Stable	13/09/21
Standard & Poor's	CCC+	Stable	26/03/20

### Monetary and ForEx data\*

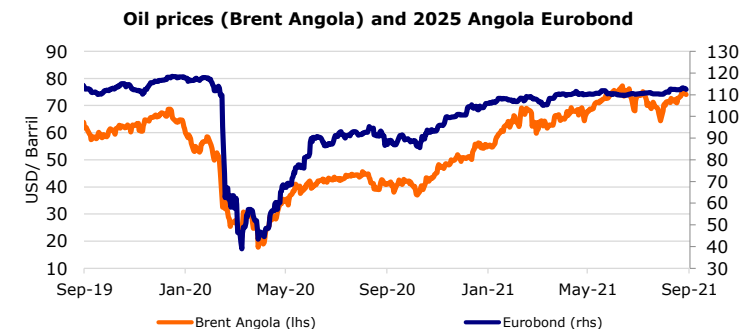
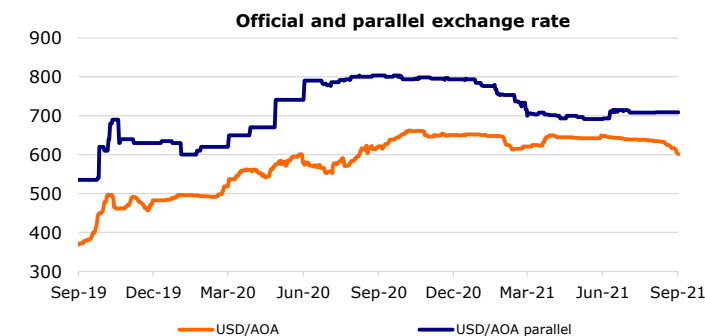
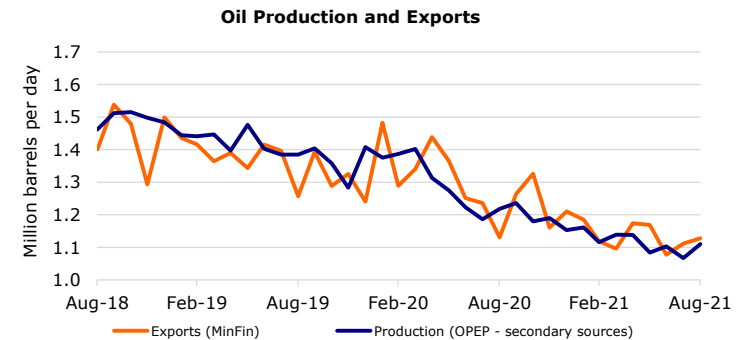
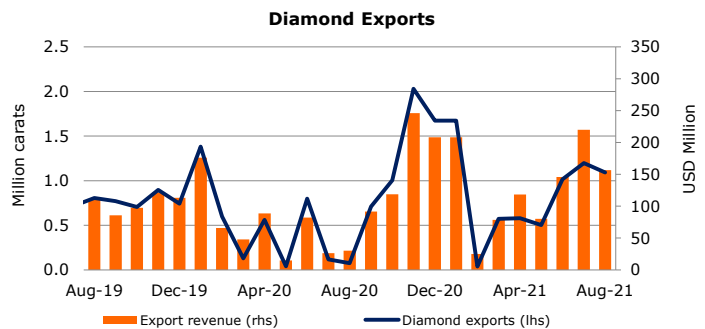
	25/09/2021	Change		
		7 days (p.p./%)	YTD (p.p./%)	12 months (p.p./%)
LUIBOR O/N	17.32%	0.11	7.07	4.76
USD/AOA	600.9	-2.62%	-7.55%	-3.37%
AOA/USD	0.00166	2.69%	8.16%	3.48%
EUR/AOA	704.0	-2.93%	-11.64%	-2.76%
EUR/USD	1.171	-0.48%	-4.13%	0.33%
USD/ZAR	15.00	2.73%	2.05%	-11.42%

\*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 (12 months)	17.5%	9,116	7,213	7,213
OT 1.5 years	23.8%	10,000	8,818	8,818
OT 2 years	24.5%	10,000	9,398	9,398
OT 3 years	24.7%	10,000	8,371	8,371
OT 5 years	25.0%	5,000	3,000	3,000
OT USD (2 years)	3.7%	1.00	0.02	0.02

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