

Angola Weekly |09/10

Market Information

Last Friday, ANPG launched a tender for the concession of 12 oil blocks, in the Lower Congo and Kwanza onshore basins, in the provinces of Zaire and Luanda, respectively. Proposal submissions will be accepted until November 15th this year, and the competition is open to national and international companies. **The concession area of Block 17, operated by Total, was expanded to include the Manganês field in the Dália development area.** According to the presidential decree, "the Block 17 Contractor Group (...) expressed to the National Concessionaire its interest in developing oil resources south of Block 17", which justifies the decision, from the ANPG's point of view, which corroborated the position of the contractor group.

The price of Brent oil, a reference for Angolan exports, spent most of last week hovering around USD 84-85, a significant drop compared to the previous week, when it was comfortably above 90 Dollars. The change was largely due to growing fears of a decline in demand for petroleum products, particularly in the United States. Specifically, the Department of Energy reported very low demand for gasoline in the previous 4 weeks, a 25-year low for the period considered. In fact, the outlook continues to be very uncertain: on the one hand, the very healthy figures for American employment continue to characterize a scenario of recession that is always postponed, and which may not even materialize. At the same time, these same numbers give strength to the idea of an additional increase in reference interest rates by the Federal Reserve, raising various fears in the markets. This week, the price is recovering slightly, trading between USD 87-88, certainly influenced upwards by the new geopolitical tensions in the Middle East.

The management of the Port of Lobito was assigned to Africa Global Logistics, belonging to the MSC group, for a period of 20 years. The assignment of management, by direct agreement, follows the withdrawal of the Chinese CITIC/SPG consortium, which had won the previous international public tender. Africa Global Logistics, formerly known as Bolloré Africa Logistics, has extensive experience on the African continent, operating in 49 countries.

Angola has exempted 98 countries from the need for visas for tourism up to 90 days a year, including the United States, China, Brazil, Portugal and Cape Verde. On the European continent, the exemption extends to most countries, while in Africa only 14 countries are included on the list, with Zimbabwe, Botswana, Tanzania and Rwanda standing out, among the closest. For the remaining countries, tourist visas must be granted in a simplified manner within 3 working days.

Macroeconomic Forecasts

Indicator	2022*	2023**	2024**
GDP change (%)	3.0	-1.4	4.3
Average Inflation (%)	21.7	15.6	21.7
Current Account (% GDP)	12.0	-1.7	2.8

*Inflation - INE; GDP & Current account - BFA forecast
**Forecasts

Sovereign Rating

Rating Agency	Rating	Outlook	Last change
Fitch	B-	Stable	6/26/2023
Moody's	B3	Positive	10/20/2022
Standard & Poor's	B-	Stable	2/4/2022

Monetary and Forex data*

	10/6/2023	7 days (p.p./%)	Change	
			YTD (p.p./%)	12 months (p.p./%)
LUIBOR O/N	8.10%	1.03%	-1.90%	-2.53%
USD/AOA	825.8	0.03%	63.95%	89.21%
AOA/USD	0.00121	-0.03%	-39.01%	-47.15%
EUR/AOA	867.0	-0.90%	61.32%	101.94%
EUR/USD	1.059	0.12%	-1.11%	8.12%
USD/ZAR	19.3	1.99%	13.28%	7.21%

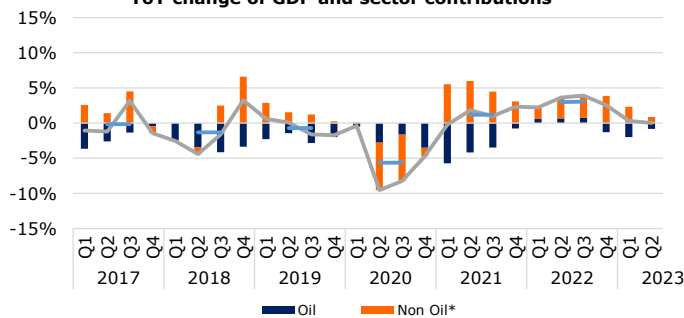
*Change of USD/AOA (or EUR/AOA) shows the appreciation of the USD (or EUR) against the Kwanzas; the change of AOA/USD shows the appreciation/depreciation of the Kwanzas against the USD.

Weekly domestic debt securities auctions

Term	Yield	Offer	Demand	Allocated
BT (182 days)	11.2%	2,000	11,700	11,700
BT (364 days)	12.1%	2,000	12,200	3,700
OT AOA (6 years)	16.3%	12,000	35,000	35,000
OT AOA (5 years)	16.0%	5,000	3,000	3,000
OT USD (5 years)	5.1%	51	50	50
OT USD (4 years)	4.8%	21	20	20

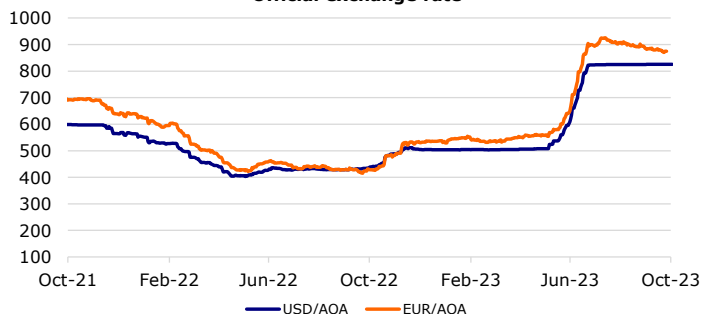
BT are treasury Bills, OT are Treasury Bonds; Note: amounts (except for yield) are in million Kwanzas. OT USD (Dollar Treasury Bonds) are shown in million Dollars

YoY change of GDP and sector contributions

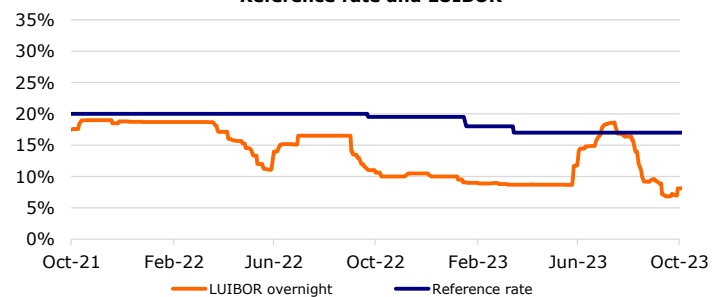


* Brown: GDP subtracted from all GDP

Official exchange rate



Reference rate and LUIBOR



Oil Price (Brent) and Eurobond 2025

