

Market Information

In 2020, Angola exported around 473 million barrels of oil, an average of 1.29 million barrels per day (mbd), 4.8% less than in 2019. The export price averaged USD 42,6 (-32.4% yoy). As a result, export revenue contracted 35.4% yoy to USD 20.1 billion (Bn). Oil tax revenues decreased by 41.5%, when measured in Dollars, to a total of USD 6.7 Bn; in Kwanzas, these added up to AOA 3.75 trillion (T), above the 2.95T foreseen in the Revised State Budget, and also higher than the Government's latest forecast of AOA 3.42T, in October with the 2021 Budget. **For 2021, the Executive expects output at 1.22 mbd, which would translate to a decrease in production of more than 5%; Angola's share in the new OPEC+ agreement is slightly higher, set at 1.27mbd.** This year there will be another oil block auction process starting on April 30th - ANPG will auction 3 blocks in the Terrestrial Basin of the Lower Congo (Blocks CON1, CON5 and CON6) and the other 6 in the Terrestrial Basin of Kwanza (KON5, KON6, KON8, KON9, KON17 and KON20). **In the international markets, Brent closed the week just below USD 60 for the first time since February 2020, and today is trading slightly above that mark.** The price is being supported by positive news about vaccination campaigns in some countries and the unexpected drop in commodity stock levels in the United States.

According to data from the Finance Ministry, diamond exports totaled 9.1 million carats in 2020, an increase of 4.1% compared to 2019. The increase was mainly due to exports in the last quarter which amounted to 4.7 million carats. The average export price fell 8.6% to USD 131 per carat. Thus, export revenues decreased 4.1%, to USD 1.20 Bn. Tax revenues contracted 5.4%, totaling USD 87.4 million in 2020 (USD 92.4 million in 2019).

Net International Reserves (NIR) stood at USD 8.79 Bn in January - an increase of USD 67.8 million compared to December. Compared to January 2020, NIR have contracted around USD 2.5 Bn. According to our calculations, the current level of net reserves represents approximately 8 months of imports of goods and services.

Last Friday, the multinational Africell became the fourth cellphone operator in Angola. The Africell Group is already present in Uganda, DRC, Gambia and Sierra Leone, with around 12 million customers. The Group plans to invest "several hundred million dollars" in infrastructure and services, and also estimates that it will be able to create around 6,500 jobs in the next 5 years.

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Indicator	2019*	2020**	2021**
GDP change (%)	-5.6	1.6	5.3
Average Inflation (%)	22.3	19.4	19.4
Current Account (% GDP)	0.9	8.3	9.2

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

Sovereign Rating

Rating Agency	Rating	Outlook	Last change
Fitch	CCC	-	04/09/20
Moody's	Caa1	Stable	08/09/20
Standard & Poor's	CCC+	Stable	26/03/20

Monetary and ForEx data*

	05/02/21	7 days (p.p./%)	Change YTD (p.p./%)	12 months (p.p./%)
LUIBOR O/N	5.45%	-0.31	-4.80	-14.53
USD/AOA	648.4	-0.35%	-0.24%	30.77%
AOA/USD	0.00154	0.35%	0.24%	-23.53%
EUR/AOA	779.5	-1.10%	-2.16%	42.55%
EUR/USD	1.204	-0.62%	-1.47%	8.98%
USD/ZAR	14.95	-2.17%	1.70%	1.10%

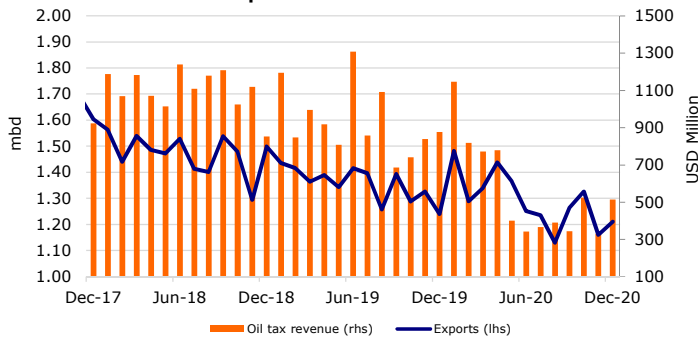
*Change of USD/AOA (or EUR/AOA) shows the appreciation/depreciation of the USD (or EUR) against the Kwanza; the change of AOA/USD shows the appreciation/depreciation of the Kwanza against the USD.

Auctions of Treasury bonds and bills last week

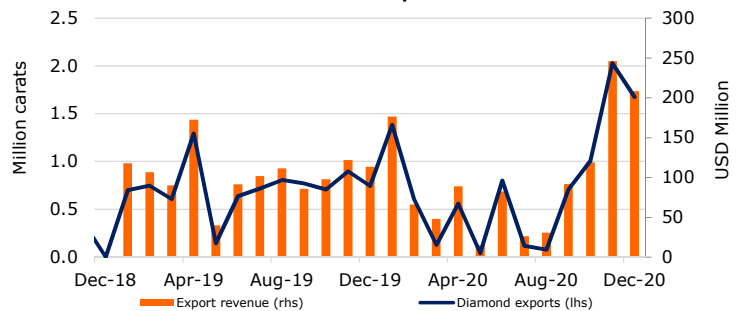
Maturity	Rate	Supply	Demand	Allocated
BT (3 months)	19.4%	10,000	11,000	11,000
BT (6 months)	20.5%	21,080	2,406	2,406
BT (12 months)	21.0%	24,996	1,444	1,444
OT (1 year)	23.7%	20,000	6,220	6,220
OT (4 years)	24.8%	20,000	17	17

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

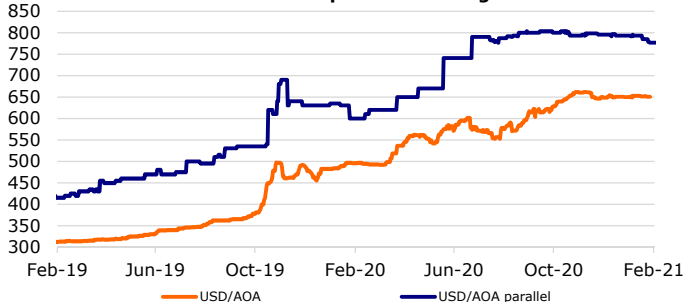
Oil exports and oil tax revenue



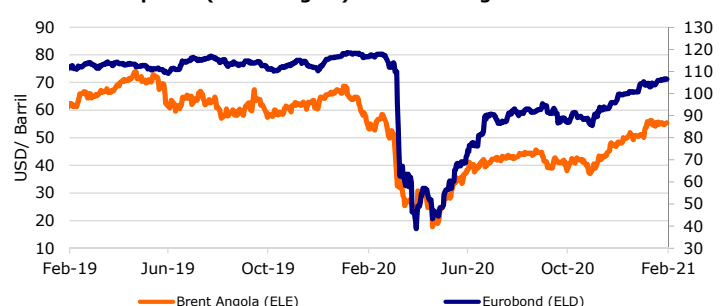
Diamond exports



Official and parallel exchange rate



Oil prices (Brent Angola) and 2025 Angola Eurobond



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