

Market Information

The inclusion of 5 more companies in the Privatization Program was approved; these firms had been seized as part of the asset recovery process. These are CIF Cement Company, CIF SGS Automobiles, CIF Lowendo Brewery Company, CIF Logística and Damer Gráficas. Moreover, the Interministerial Commission responsible for the Privatization Program outlined the privatization of 113 assets this year, including, for example, assets in the telecom sector, such as Net One, TV Cabo and Multitel. 39 assets have already been privatized under the Program, raising around AOA 380 billion (Bn) in revenue, about USD 579 million at the current exchange rate. At the same time, a Strategy on dealing with seized assets was approved last week, contemplating the purposes to be given to the various types of recovered assets, which should result in the reprivatisation of most of these, according to the document.

According to Endiama, 2 new diamond mines should start operating in Lunda Norte later this year, at the Luende and Chiumbe townships. At the same time, the Luaxe mine, a major mining project in the sector, is expected to carry out the first sale of around 380 thousand carats this year. The mine is in the experimental production phase, and is expected to start to operate in full in 2022 or 2023. The mine, owned by Sociedade Mineira da Catoca, Endiama and Alosa, could produce close to 8 million carats per year, at peak capacity, just below the country's total annual production today.

The Kwanza depreciated again last week, around 2.8% against the Dollar, trading at USD/AOA 649.3. At the same time, in the parallel market, the average of the sources consulted by BFA quoted the exchange rate around USD/AOA 703, about 8% above the official exchange rate, the lowest differential since November 2013; compared to retail banks' sell exchange rate, the difference is only 6%, and is currently negligible in the rate against the Euro.

In the oil market, Brent observed a week with no clear direction, trading today around USD 65. The good news regarding the effects of vaccination in the USA and the UK, and about the acceleration of vaccination rates in the European Union, have been tempered by the significant worsening of the pandemic in India, and by an increase in cases in Japan, both of which are strong oil-importing economies.

The Law on the regulation of Movable Collaterals was approved last week, another step in improving credit regulation in Angola.

Market Information

Indicator	2020*	2021**	2022**
GDP change (%)	-5.4	3.4	6.5
Average Inflation (%)	22.3	19.8	19.8
Current Account (% GDP)	1.5	11.3	6.9

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

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*

	24/04/21	7 days (p.p./%)	Change YTD (p.p./%)	12 months (p.p./%)
LUIBOR O/N	5.38%	0.00	-4.87	-12.16
USD/AOA	649.3	0.63%	-0.10%	15.61%
AOA/USD	0.00154	-0.63%	0.10%	-13.50%
EUR/AOA	782.9	1.31%	-1.73%	29.68%
EUR/USD	1.210	0.95%	-0.97%	11.77%
USD/ZAR	14.28	-0.23%	-2.84%	-25.03%

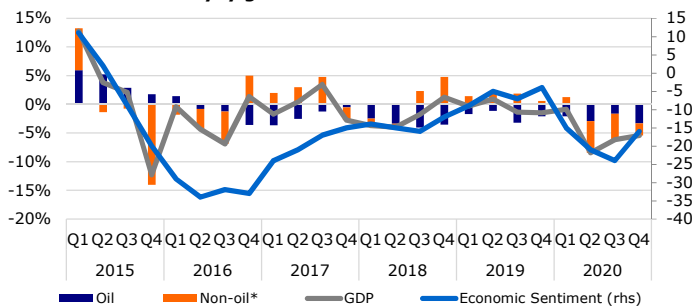
*Change of USD/AOA (or EUR/AOA) shows the appreciation/depreciation of the USD (or EUR) against the Kwanza; the change of AOA/USD shows the appreciation/depreciation of the Kwanza against the USD.

Auctions of Treasury bonds and bills last week

Maturity	Rate	Supply	Demand	Allocated
BT (12 months)	16.7%	12,061	1,505	1,505
BT (12 months)	16.7%	10,557	69	69
BT (12 months)	16.7%	10,487	3	3
OT 1.5 years	23.8%	20,000	4,000	4,000
OT 4 years	24.5%	20,000	2,436	2,436
OT 5 years	25.0%	14,342	514	514

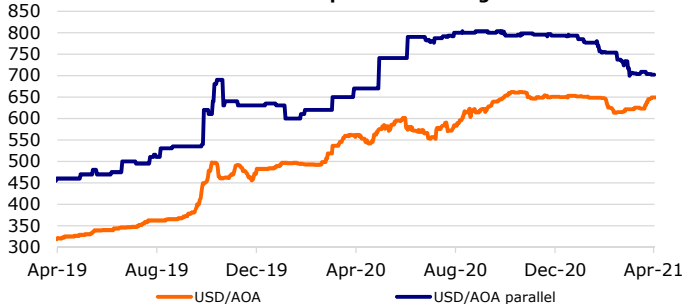
BT are treasury bills, OT are treasury bonds; Note: amounts (except for the rate) are in million Kwanza. USD OT in million Dollars * Bond linked to the exchange rate ** Bond linked to treasury bills

GDP yoy growth and economic sentiment

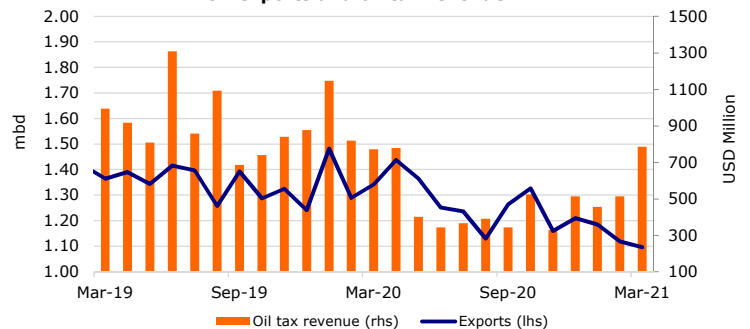


*Statistical proxy

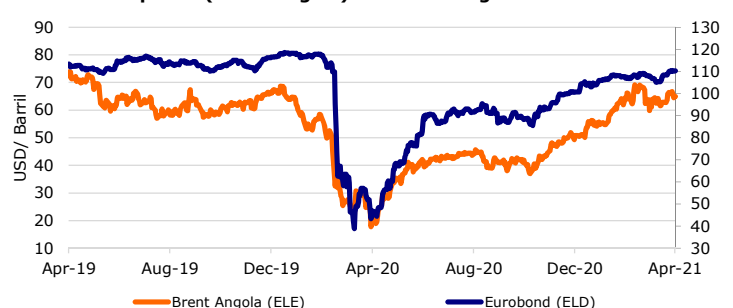
Official and parallel exchange rate



Oil exports and oil tax revenue



Oil prices (Brent Angola) and 2025 Angola Eurobond



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