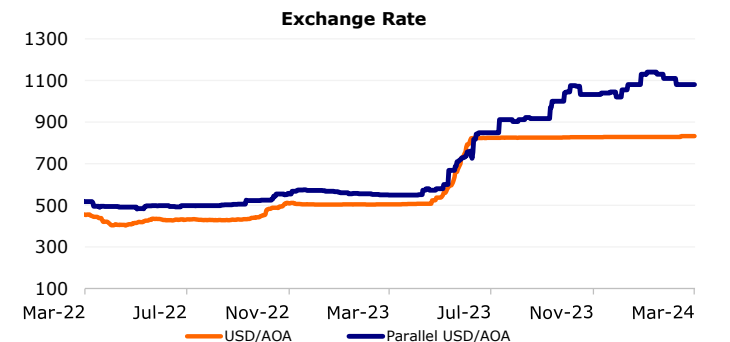
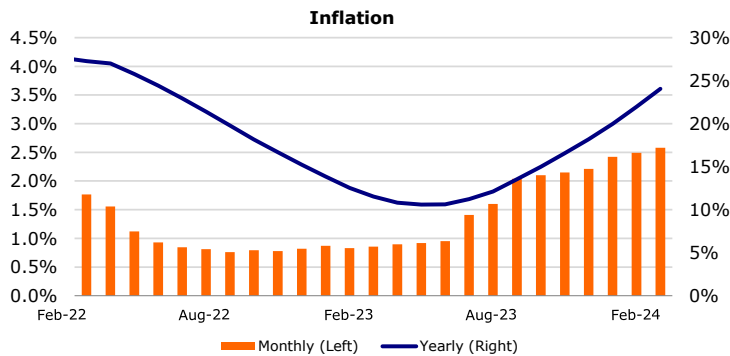


Market Information

The credit rose 3.2% in February compared to the previous month and 29.1% compared to the same month of 2023, according to BNA data. Looking only at the values in local currency, the year-on-year increase is now 24.0%, at the same level as year-on-year inflation, which points to a stagnation of the real credit stock. In the case of credit to the private sector, which is more significant, there was a year-on-year real drop of 1.0% in February, particularly in credit to the private sector in local currency, whose real value fell by 4.6%. In the case of the public sector, the numbers are increasing sharply, having doubled in nominal value, both in local and foreign currencies. This increase is a sign of rising state financing through domestic non-bonded debt. Looking at credit by sectors, Construction stands out, with an increase of 89.7% yoy in February: of the last 12 months, 10 recorded monthly increases, which represents 9.8% of total credit currently. In addition, it is also worth noting the credit to the mining and extractive industry, which grew 48.7% yoy in February and in June last year weighed 6.4% of the total, the highest since the new statistical series, in December 2021. Other sectors with greater weight than usual are Public Administration, Transport and Real Estate Activities. Conversely, credit to Agriculture accounted for only 4.8% of the total in February 2024, well below the maximum of 11.6% in February 2023; at the same time, trade finance, being the largest share of credit, now accounts for only 20.6% of the total, up from 26.1% in March 2023.

The monetary base (M0) in Kwanzas rose 2.7% in February compared to the previous month; and compared to the same period of the previous year, the increase was 44.3%. At the same time, M2, a more comprehensive measure of money in circulation, stood at AOA 9.0 trillion (T), which makes a year-on-year increase of 30.4% - a percentage that remains above the inflation rate by 6.3 percentage points (pp), although there was a slight decrease of about 2.4% compared to January. Tightening liquidity conditions continues to be the BNA's means of influencing inflation, an effort that can be seen in the latest restrictive policy decisions adopted at the most recent MPC meeting.

The Public Offer process for the sale of shares of Angolan oil company ACREP was concluded, which sold 24.0% of the shares reserved for this purpose, a total of 72,121 shares, raising about AOA 5.4 billion. On the other hand, since the shares available for sale were not exhausted, the capital increase sought by the company through the public subscription offer, which made available up to 600 thousand new shares of the company, did not occur. The shares will be admitted to trading on the stock exchange as of tomorrow, March 26th, being the first non-financial company to be listed on the stock exchange, following the admission of BAI and BCGA shares to trading on BODIVA. ACREP participates in the consortium of 2 oil blocks in production, Block 4/05 and Block 2/05, producing close to 300 thousand barrels in 2023. The 300,000 shares originally for sale belong to BPC and correspond to 16.63% of the company's capital, so the State should thus maintain its stake in the oil company, albeit reduced.


Macroeconomic Forecasts

Indicator	2023*	2024*	2025*
GDP change (%)	0.8	2.1	3.2
Average Inflation (%)	13.7	21.7	15.7
Current Account (% GDP)	4.5	7.9	8.1

BFA **Forecast

Sovereign Rating

Rating Agency	Rating	Outlook	Last change
Fitch	B-	Stable	26/06/2023
Moody's	B3	Positive	20/10/2022
Standard & Poor's	B-	Stable	04/02/2022

Monetary and Forex data*

	22/03/2024	7 days (%)	Change YTD (%)	12 months (%)
LUIBOR O/N	23.33%	1.33%	18.79%	14.63%
USD/AOA	832.6	0.00%	0.46%	64.94%
AOA/USD	0.00120	0.00%	-0.46%	-39.37%
EUR/AOA	907.9	-0.18%	-0.88%	66.79%
EUR/USD	1.086	-0.21%	-1.62%	0.04%
USD/ZAR	18.82	0.47%	2.50%	2.96%

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

Weekly domestic debt securities auctions

Term	Yield	Offer	Demand	Allocated
BT AOA (182 days)	17.8%	20,046	16,268	16,268
BT AOA (364 days)	20.0%	17,123	17,123	17,123
OT AOA (3 years)	24.0%	5,000	181	181
OT AOA (5 years)	25.0%	5,000	23	23
OT AOA (7 years)	21.0%	14	14	14
OT AOA (10 years)	23.0%	5,000	7,000	7,000

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

