

## Market Information

**Civil servants will have a salary increase of up to 25% starting this month.** The increase is supported by a growth in the amount foreseen for spending on the remuneration of civil servants in the 2025 State Budget, which totals AOA 4.3 trillion, an increase of 44% compared to the execution planned for 2024.

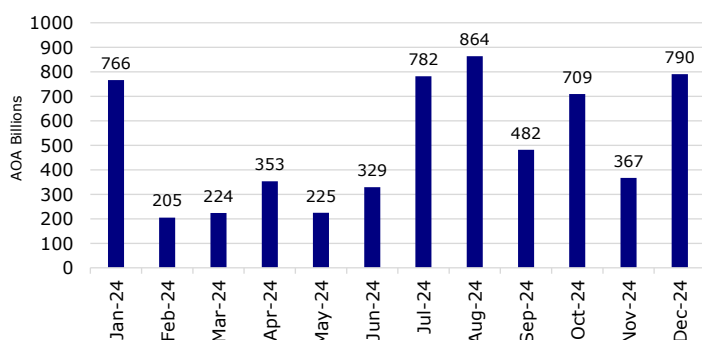
**The financing agreement with JP Morgan that we reported on last week, which included an issue of Eurobonds maturing in 2030 to collateralize the financing, totaling USD 1.2 Billion, led to a slight decline in Angolan public debt yields traded on the secondary market.** For example, the Eurobond yield maturing in 2032 started trading last week at 11.08%, falling by 44 basis points to 10.64%, because of the news regarding the financing.

**In December, the Angolan Debt and Stock Exchange (BODIVA) traded close to AOA 790.73B, an increase of more than 100% compared to the previous month.** The volume traded increased significantly after the sharp fall recorded in November. In a bilateral environment, about AOA 69.71B were transacted, while in a bilateral environment AOA 721.02B were transacted. BODIVA traded a total of AOA 6.05T throughout 2024, a reduction of 21% compared to 2023.

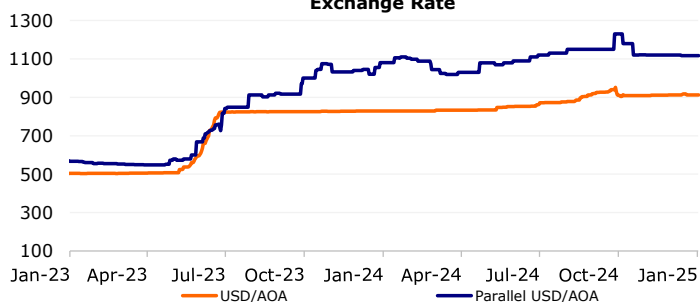
**At the end of December, International Reserves (IR) stood at USD 15.6B, an increase of around USD 1.1B compared to November.** According to our calculations, the value of the RI covers about 7 months of importation of goods and services.

**In the foreign exchange market, the national currency depreciated by around 9.1% against the Dollar and 3.5% against the Euro last year.** The national currency depreciated more gradually and less severely against the main international currencies throughout 2024, compared to the evolution seen in 2023. The Kwanza ended the year quoted at USD/AOA 912 and EUR 938. The gap between the official and the parallel remains relevant, being around 23% - it was verified, however, that the price in the parallel reduced slightly at the end of the year, approaching the official one.

**BODIVA Negotiations**



**Exchange Rate**



## Macroeconomic Forecasts

Indicator	2023*	2024**	2025**
GDP change (%)	0.9	3.9	2.0
Average Inflation (%)	13.6	28.2	24.9
Current Account (% GDP)	4.5	9.3	7.4

\*INE; 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\*

	03/01/2025	7 days (%)	Change YTD (%)	12 months (%)
LUIBOR O/N	22.69%	0.18%	18.15%	18.15%
USD/AOA	912.0	0.00%	0.00%	10.04%
AOA/USD	0.00110	0.00%	0.00%	-9.12%
EUR/AOA	938.9	-1.33%	-1.11%	3.46%
EUR/USD	1.031	-1.13%	-0.44%	-5.82%
USD/ZAR	18.72	0.11%	-0.64%	0.10%

\*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
OT AOA (2 years)	15.0%	5,000	3,012	3,012

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

**International Reserves**

