

CIDAN INVESTMENTS LIMITED



WEEKLY MARKET REVIEW FOR WEEK ENDING

July 7, 2023

MACROECONOMIC INDICATORS

Q1, 2023 Real GDP Growth	4.2%
Average Real GDP Growth for 2022	3.6%
2023 Projected Real GDP Growth	2.8%
BoG Policy Rate	29.50%
Weekly Interbank Interest Rate	26.22%
Inflation for May, 2023	42.2%
End Period Inflation Target – 2023	18.9%
Budget Deficit (% GDP) – Mar, 2023	0.8%
2023 Budget Deficit Target (%GDP)	7.7%
Public Debt (billion GH¢) – Dec, 2022	434.6
Debt to GDP Ratio – Dec, 2022	71.2%

STOCK MARKET REVIEW

The Ghana Stock Exchange closed higher for the week on the back of price increases by 3 counters. The GSE Composite Index (GSE-CI) gained 158.29 points (+5.64%) to close the week at 2,808.03 points, reflecting a year-to-date (YTD) gain of 21.38%. The GSE Financial Stocks Index (GSE-FI) lost 2.56 points (-0.21%) to close the week at 1,688.33 points, reflecting a YTD loss of 17.75%.

Market capitalization increased by 2.45% to close the week at GH¢71,959.69 million, from GH¢70,238.82 million at the close of the previous week. This reflects a YTD gain of 11.55%.

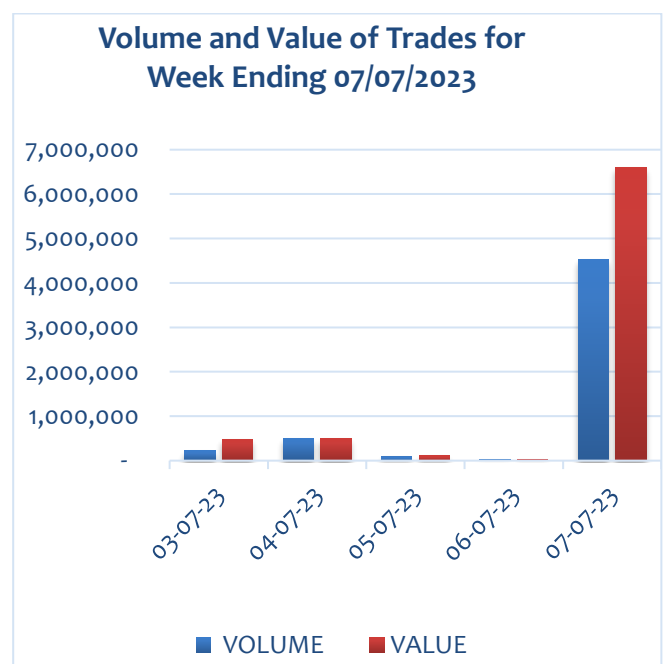
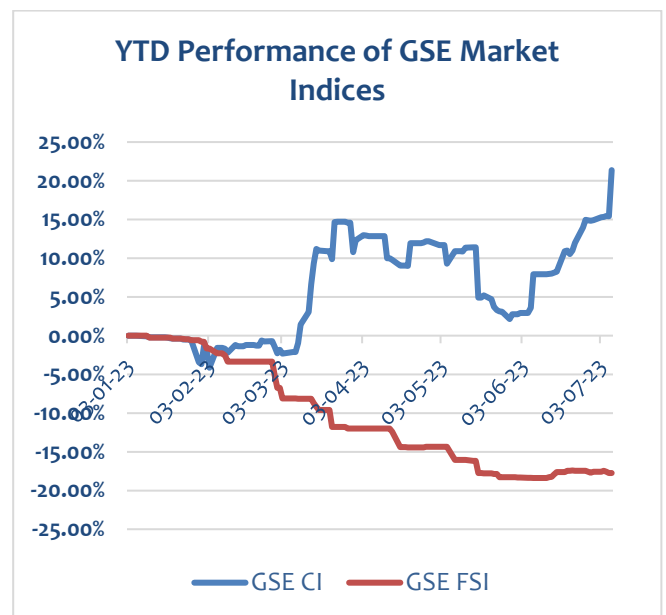
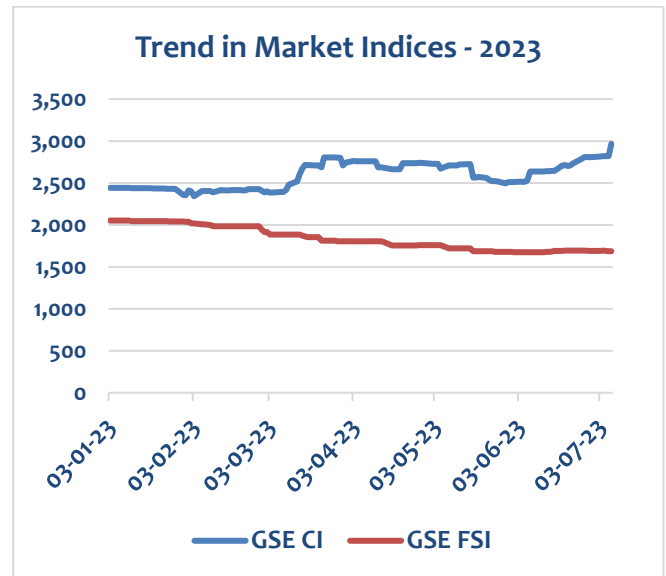
The week recorded a total of 5,346,896 shares valued at GH¢7,722,438.61 changing hands, compared with 865,934 shares, valued at GH¢691,809.48 in the preceding week.

MTN dominated both volume and value of trades for the week, accounting for 88.94% and 88.90% of shares traded respectively.

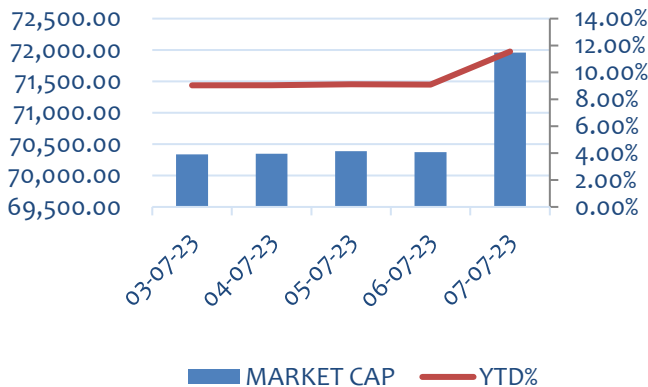
The market ended the week with 3 advancers and 3 laggards as indicated on the table below.

Price Movers for the Week			
Equity	Opening Price	Closing Price	Gain/Loss (%)
MTNGH	1.32	1.45	▲ 9.85%
CGBL	2.12	2.32	▲ 9.43%
SOGEGH	0.59	0.61	▲ 3.39%
ABG	3.80	3.60	▼ 5.26%
TOTAL	6.45	6.12	▼ 5.12%
BOPP	14.11	14.00	▼ 0.78%

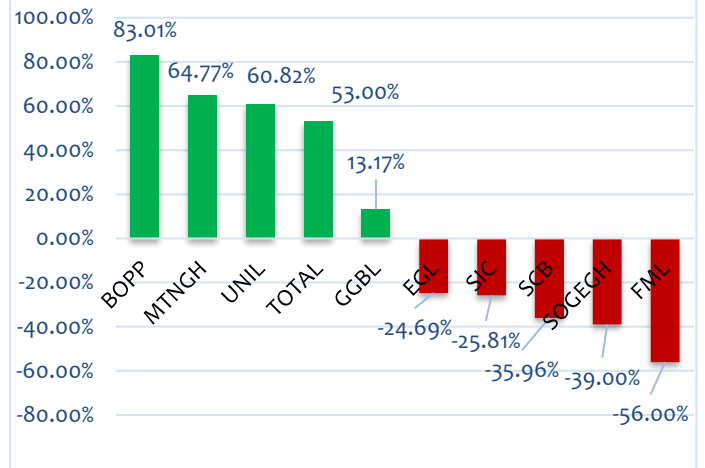
Source: Ghana Stock Exchange



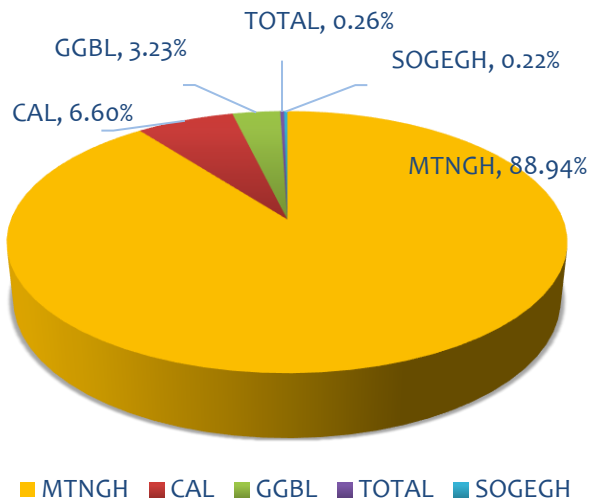
Market Capitalization for Week Ending 07/07/2023



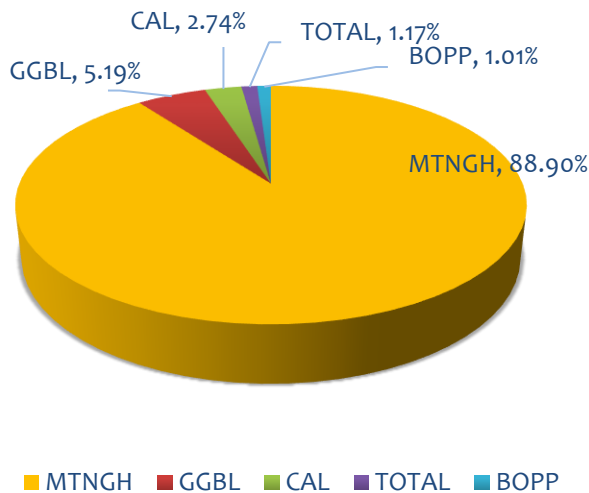
5 Best & 5 Worst Performing Stocks YTD Return



Best 5 Traded Equities by Volume for the Week Ending 07/07/2023



Best 5 Traded Equities by Value for the Week Ending 07/07/2023



CURRENCY MARKET

The Cedi retreated marginally against the USD for the week. It traded at GH¢11.0009/\$, compared with GH¢10.9972/\$ at week open, reflecting w/w and YTD depreciations of 0.03% and 22.04% respectively. This compares with a loss of 17.78% a year ago.

The Cedi also depreciated against the GBP for the week. It traded at GH¢14.1191/£, compared with GH¢13.9879/£ at week open, reflecting w/w and YTD depreciations of 0.93% and 26.97% respectively. This compares with a depreciation of 7.59% a year ago.

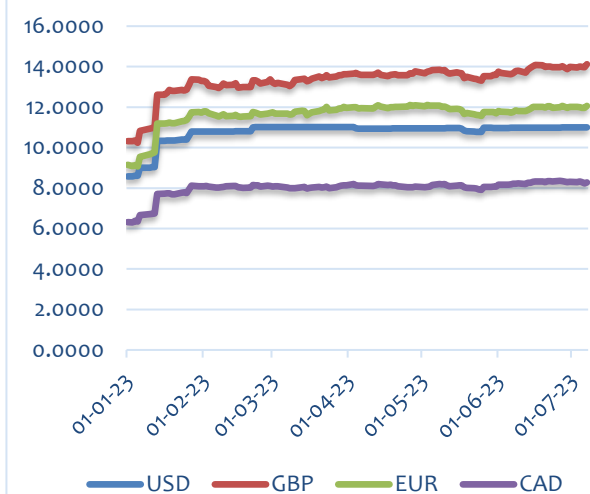
The Cedi again weakened against the Euro for the week. It traded at GH¢12.0506/€, compared with GH¢12.0073/€ at week open, reflecting w/w and YTD depreciations of 0.36% and 24.11% respectively. This compares with a depreciation of 8.25% a year ago.

The Cedi however strengthened against the Canadian Dollar at week end. It opened at GH¢8.3108/C\$ but closed at GH¢8.2776/C\$, reflecting w/w gain and YTD depreciation of 0.40% and 23.62% respectively. This compares with a depreciation of 16.01% a year ago.

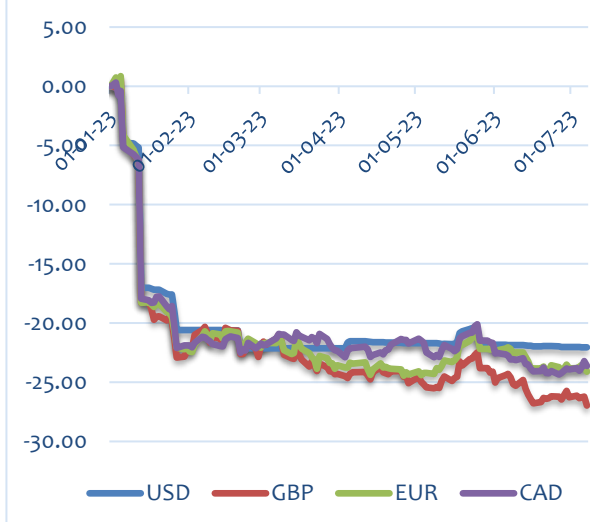
Weekly Interbank Foreign Exchange Rates					
Currency Pair	Year Open	Week Open	Week Close	Change %	YTD %
	01-01-22	03-07-23	07-07-23		
USD/GHS	8.5760	10.9972	11.0009	▼ 0.03	▼ 22.04
GBP/GHS	10.3118	13.9879	14.1191	▼ 0.93	▼ 26.97
EUR/GHS	9.1457	12.0073	12.0506	▼ 0.36	▼ 24.11
CAD/GHS	6.3222	8.3108	8.2776	▲ 0.40	▼ 23.62

Source: Bank of Ghana

Exchange Rates: Ghana Cedi vs Selected Currencies



YTD Performance of the Ghana Cedi against Selected Currencies



GOVERNMENT SECURITIES MARKET

Government raised a sum of GH¢1,979.94 million for the week across the 91-Day, 182-Day and 364-Day Treasury Bills. This compared with GH¢2,393.24 million raised in the previous week.

The 91-Day Bill settled at 24.39% p.a. from 23.95% p.a. last week whilst the 182-Day Bill settled at 26.03% p.a. from 25.80% p.a. last week. The 364-Day Bill settled at 29.65% p.a. from 29.25% p.a. previously.

The tables below highlight primary market activity at close of the week.

Security	Year Open	Previous Yield %	Current Yield %	WoW Chg (%)	YTD Chg (%)
	01-01-23	03-07-23	07-07-23		
91 Day TB	35.36	23.95	24.39	▲1.83	▼31.02
182 Day TB	35.98	25.80	26.03	▲0.90	▼27.66
364 Day TB	35.89	29.25	29.65	▲1.35	▼17.40

Source: Bank of Ghana

The Ghana Market Summary			
	Current	Previous	Change
Bid (GH¢' M)	1,979.94	2,393.24	▼17.27%
Issuance (GH¢' M)	2,068.51	2,393.24	▼13.57%
Target (GH¢' M)	1,575	2,913	▼45.93%
Maturity (GH¢' M)	1,670.12	1,738.99	▼3.96%
Target coverage ratio	1.31	0.82	na
Maturity coverage ratio	1.24	1.38	na
Bid / Cover ratio	0.96	1.00	na

Source: Bank of Ghana

COMMODITY MARKET

Oil prices climbed above 3% to a nine-week high on Friday as supply concerns and technical buying outweighed fears that further interest rate hikes could slow economic growth and reduce demand for oil. Brent futures traded at US\$78.47 a barrel, compared to US\$74.90 at week open, reflecting w/w gain and YTD depreciation of 4.77% and 8.66% respectively.

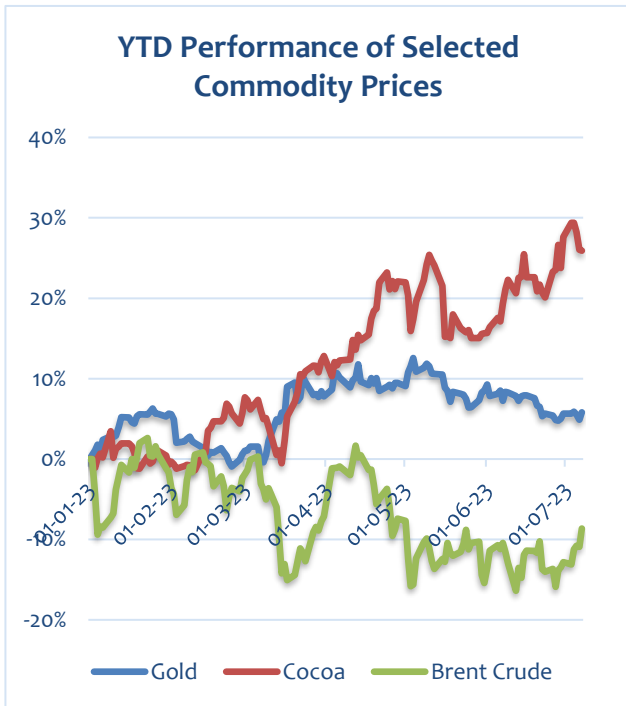
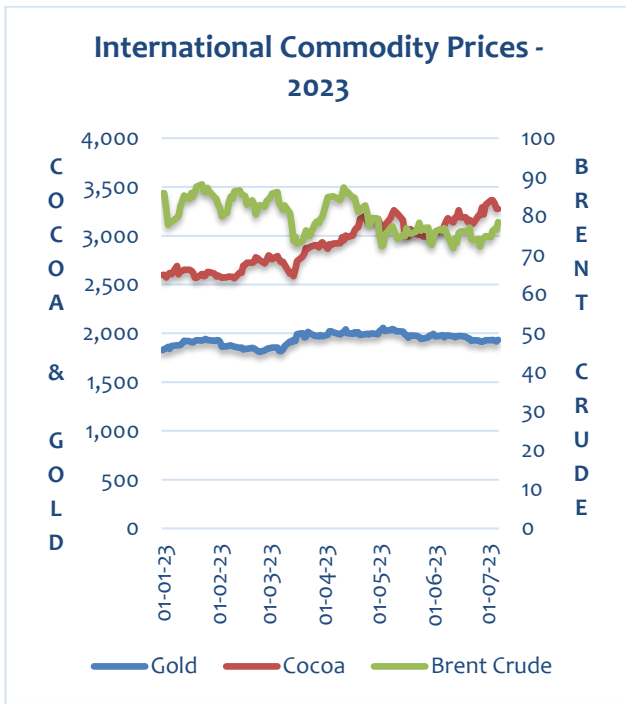
Gold prices steadied further above key support levels as markets awaited more cues on monetary policy from the Federal Reserve last week. Gold settled at US\$1,932.50, from US\$1,929.40 last week, reflecting w/w and YTD appreciations of 0.16% and 5.82% respectively.

The price of Cocoa decreased for the week. Cocoa traded at US\$3,274.00 per tonne on Friday, from US\$3,318.00 last week, reflecting w/w loss and YTD appreciation of 1.33% and 25.92% respectively.

International Commodity Prices

Commodities	Year Open	Week Open	Week Close	Chg %	YTD %
	01-01-23	03-07-23	07-07-23		
Brent crude oil (USD/bbl)	85.91	74.90	78.47	▲4.77	▼8.66
Gold (USD/t oz.)	1,826.20	1,929.40	1,932.50	▲0.16	▲5.82
Cocoa (USD/MT)	2,600.00	3,318.00	3,274.00	▼1.33	▲25.92

Source: www.investing.com



ABOUT CIDAN

CIDAN Investments Limited is an investment and fund management company licensed by the Securities & Exchange Commission (SEC) and the National Pensions Regulatory Authority (NPRA).

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BUSINESS TERM OF THE WEEK

Vesting Period: A vesting period is the time an employee must work for an employer in order to own outright employee stock options, shares of company stock or employer contributions to a tax-advantaged retirement plan.

Source: <https://smartasset.com/financial-advisor/vesting-period>