

CIDAN INVESTMENTS LIMITED



WEEKLY MARKET REVIEW FOR WEEK ENDING

September 22, 2023

MACROECONOMIC INDICATORS

Q2, 2023 Real GDP Growth	3.2%
Average Real GDP Growth for 2023	3.3%
2023 Projected Real GDP Growth	1.6%
BoG Policy Rate	30.0%
Weekly Interbank Interest Rate	27.46%
Inflation for August, 2023	40.1%
End Period Inflation Target – 2023	31.3%
Budget Deficit (% GDP) – June, 2023	0.8%
2023 Budget Deficit Target (%GDP)	7.7%
Public Debt (billion GH¢) – Jun, 2023	575.5
Debt to GDP Ratio – Jun, 2023	71.9%

STOCK MARKET REVIEW

The Ghana Stock Exchange closed higher for the week on the back of price increases by 2 counters. The GSE Composite Index (GSE-CI) gained 9.45 points (+0.30%) to close the week at 3,168.24 points, reflecting a year-to-date (YTD) gain of 29.64%. The GSE Financial Stocks Index (GSE-FI) also gained 15.41 points (+0.83%) to close the week at 1,881.49 points, reflecting a YTD loss of 8.34%.

Market capitalization increased by 0.14% to close the week at GH¢74,144.68 million, from GH¢74,041.92 million at the close of the previous week. This reflects a YTD gain of 14.94%.

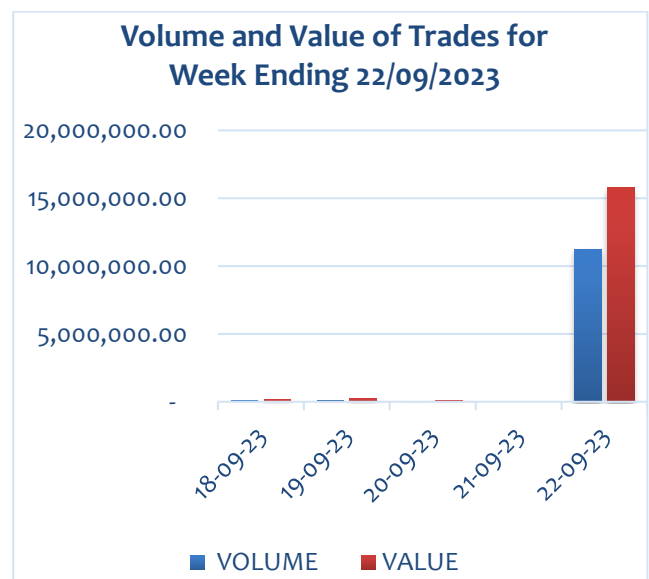
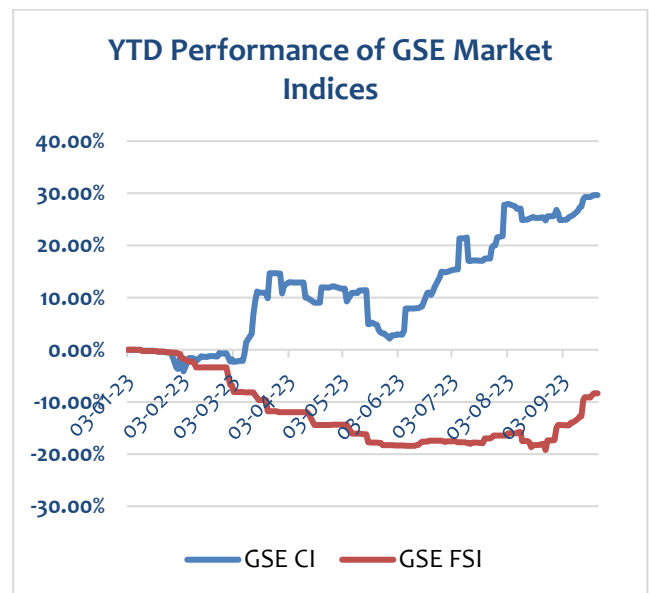
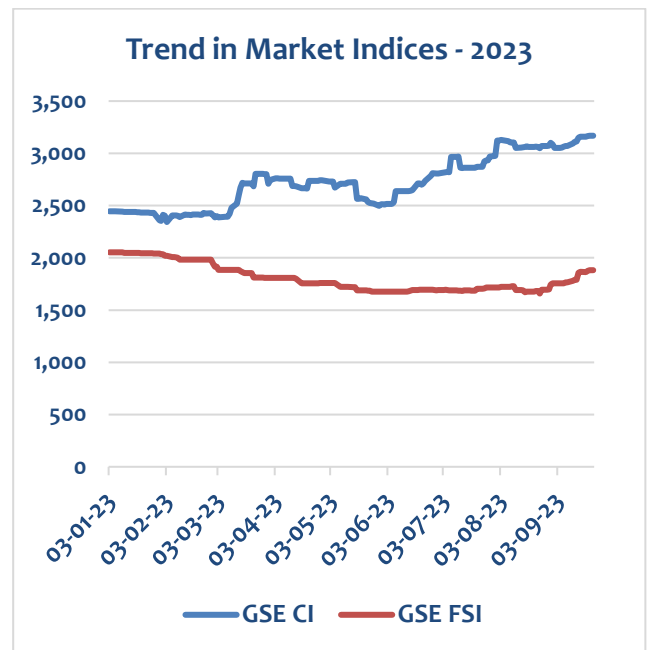
The week recorded a total of 11,437,420 shares valued at GH¢16,231,261.03 changing hands, compared with 7,542,344 shares, valued at GH¢14,942,850.94 in the preceding week.

MTNGH dominated both the volume and value of trades for the week, accounting for 97.95% and 95.96% of shares traded respectively.

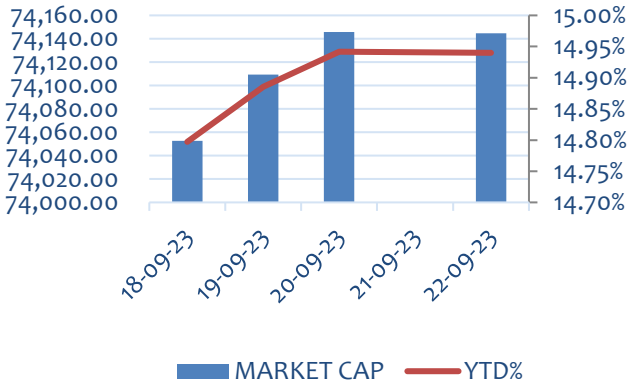
The market ended the week with 2 advancers and 1 laggard as indicated in the table below.

Price Movers for the Week			
Equity	Opening Price	Closing Price	Gain/Loss (%)
EGH	3.80	4.10	▲ 7.89%
FML	2.90	3.02	▲ 4.14%
GCB	3.53	3.50	▼ 0.85%

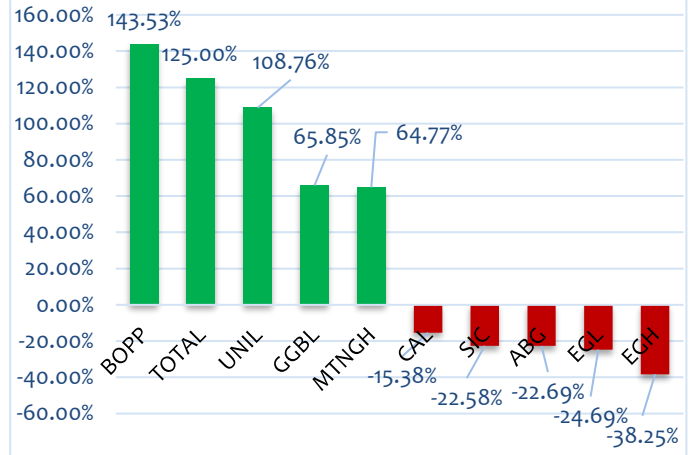
Source: Ghana Stock Exchange



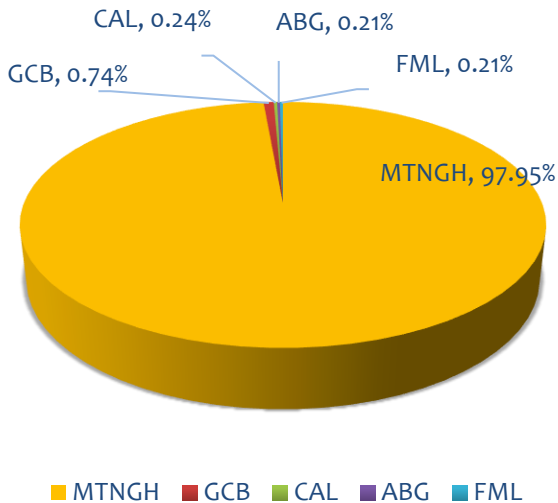
Market Capitalization for Week Ending 22/09/2023



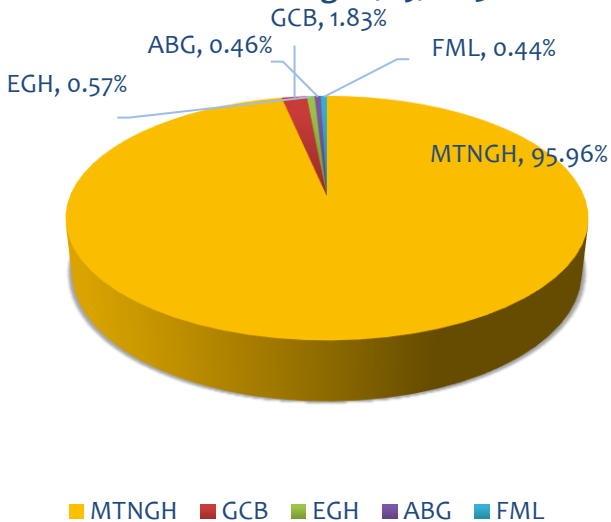
5 Best & 5 Worst Performing Stocks YTD Return



Best 5 Traded Equities by Volume for the Week Ending 22/09/2023



Best 5 Traded Equities by Value for the Week Ending 22/09/2023



CURRENCY MARKET

The Cedi depreciated marginally against the USD for the week. It traded at GH¢11.0745/\$, compared with GH¢11.0708/\$ at week open, reflecting w/w and YTD depreciations of 0.03% and 22.56% respectively. This compares with a loss of 37.05% a year ago.

The Cedi however strengthened against the GBP for the week. It traded at GH¢13.5707/£, compared with GH¢13.7284/£ at week open, reflecting w/w gain and YTD depreciation of 1.16% and 24.01% respectively. This compares with a depreciation of 21.97% a year ago.

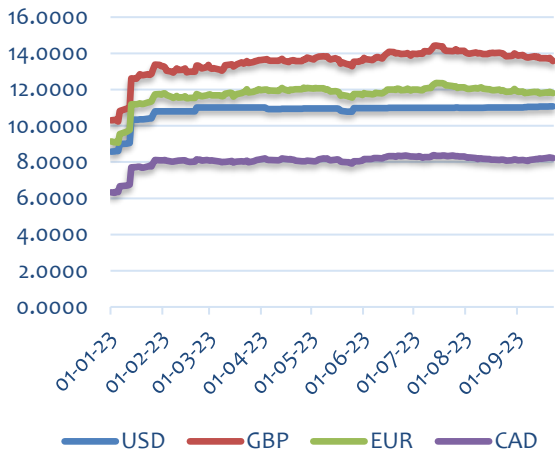
The Cedi again inched up against the Euro for the week. It traded at GH¢11.8001/€, compared with GH¢11.8155/€ at week open, reflecting w/w gain and YTD depreciation of 0.13% and 22.49% respectively. This compares with a depreciation of 26.36% a year ago.

The Cedi however lost against the Canadian Dollar at week end. It opened at GH¢8.1907/C\$ but closed at GH¢8.2222/C\$, reflecting w/w and YTD depreciations of 0.38% and 23.11% respectively. This compares with a depreciation of 32.52% a year ago.

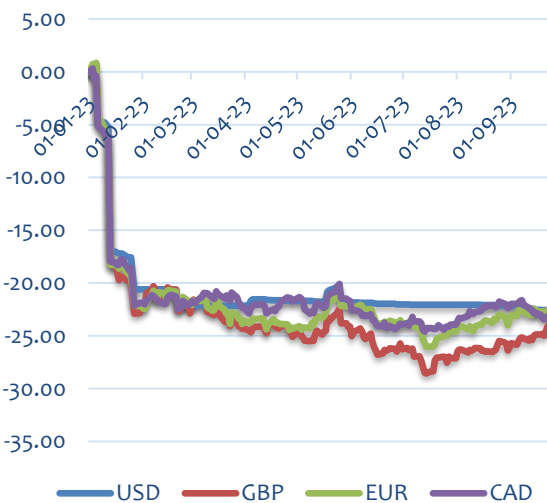
Weekly Interbank Foreign Exchange Rates					
Currency Pair	Year Open	Week Open	Week Close	Change %	YTD %
	01-01-22	18-09-23	22-09-23		
USD/GHS	8.5760	11.0708	11.0745	▼ 0.03	▼ 22.56
GBP/GHS	10.3118	13.7284	13.5707	▲ 1.16	▼ 24.01
EUR/GHS	9.1457	11.8155	11.8001	▲ 0.13	▼ 22.49
CAD/GHS	6.3222	8.1907	8.2222	▼ 0.38	▼ 23.11

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¢3,096.14 million for the week across the 91-Day, 182-Day and 364-Day Treasury Bills. This compared with GH¢3,346.58 million raised in the previous week.

The 91-Day Bill settled at 28.50% p.a. from 28.12% p.a. last week whilst the 182-Day Bill settled at 30.68% p.a. from 29.39% p.a. last week. The 364-Day Bill settled at 32.51% p.a. from 32.17% p.a. last week.

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	18-09-23	22-09-23		
91 Day TB	35.36	28.12	28.50	▲ 1.37	▼ 19.40
182 Day TB	35.98	29.39	30.68	▲ 4.37	▼ 14.73
364 Day TB	35.89	32.17	32.51	▲ 1.04	▼ 9.44

Source: Bank of Ghana

The Ghana Market Summary			
	Current	Previous	Change
Bid (GH¢' M)	3,096.14	3,346.58	▼ 7.48%
Issuance (GH¢' M)	3,251.42	3,350.64	▼ 2.96%
Target (GH¢' M)	2,585	3,759	▼ 31.23%
Maturity (GH¢' M)	3,607.26	3,514.47	▲ 2.64%
Target coverage ratio	1.26	0.89	na
Maturity coverage ratio	0.90	0.95	na
Bid / Cover ratio	0.95	1.00	na

Source: Bank of Ghana

COMMODITY MARKET

Crude prices posted its first loss in a while after the Federal Reserve signaled it might raise interest rates again before the end of the year. Brent futures traded at US\$93.27 a barrel, compared to US\$93.93 at week open, reflecting w/w loss and YTD appreciation of 0.70% and 8.57% respectively.

Gold hit a one-week low after the Federal Reserve vowed to hike rates until inflation returns to its annual target of 2%. Gold settled at US\$1,945.60, from US\$1,946.20 last week, reflecting w/w loss and YTD gain of 0.03% and 6.54% respectively.

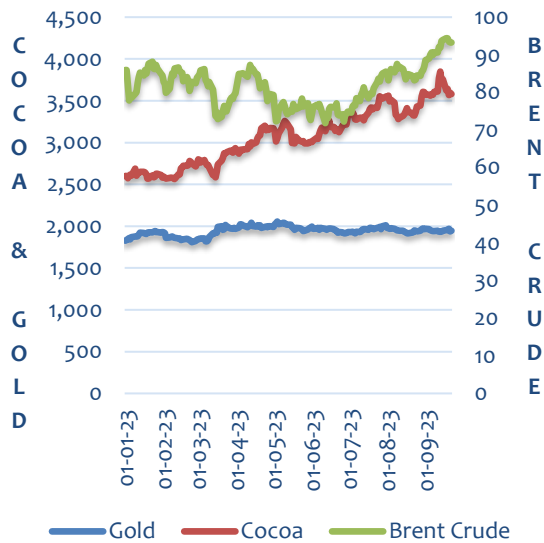
The price of Cocoa decreased for the week. Cocoa traded at US\$3,582.00 per tonne on Friday, from US\$3,757.00 last week, reflecting w/w loss and YTD appreciation of 4.66% and 37.77% respectively.

International Commodity Prices

Commodities	Year Open	Week Open	Week Close	Chg %	YTD %
	01-01-23	18-09-23	22-09-23		
Brent crude oil (USD/bbl)	85.91	93.93	93.27	▼ 0.70	▲ 8.57
Gold (USD/t oz.)	1,826.20	1,946.20	1,945.60	▼ 0.03	▲ 6.54
Cocoa (USD/MT)	2,600.00	3,757.00	3,582.00	▼ 4.66	▲ 37.77

Source: www.investing.com

International Commodity Prices - 2023



Source:

https://www.investopedia.com/terms/o/operating_expense.asp

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).

RESEARCH TEAM

Name: Ernest Tannor

Email: etannor@cidaninvestments.com

Tel: +233 (0) 20 881 8957

Name: Moses Nana Osei-Yeboah

Email: moyeboah@cidaninvestments.com

Tel: +233 (0) 24 499 0069

Name: Julian Sapara-Grant

Email: jsgrant@cidaninvestments.com

Tel: +233 (0) 20 821 2079

CORPORATE INFORMATION

CIDAN Investments Limited

CIDAN House

House No. 261

Haatso, North Legon – Accra

Tel: +233 (0) 27 690 0011/ 55 989 9935

Fax : +233 (0)30 254 4351

Email : info@cidaninvestments.com

Website : www.cidaninvestments.com

Disclaimer: The contents of this report have been prepared to provide you with general information only. Information provided on and available from this report does not constitute any investment recommendation.

The information contained herein has been obtained from sources that we believe to be reliable, but its accuracy and completeness are not guaranteed.

BUSINESS TERM OF THE WEEK

Operating Expense: An operating expense is an expense that a business incurs through its normal business operations. Often abbreviated as OpEx, operating expenses include rent, equipment, inventory costs, marketing, payroll, insurance, step costs, and funds allocated for research and development.