

CIDAN INVESTMENTS LIMITED



WEEKLY MARKET REVIEW FOR WEEK ENDING

January 12, 2024

MACROECONOMIC INDICATORS

Q3, 2023 Real GDP Growth	2.0%
Average Real GDP Growth for 2023	2.8%
2024 Projected Real GDP Growth	2.8%
BoG Policy Rate	30.0%
Weekly Interbank Interest Rate	30.07%
Inflation for December, 2023	23.2%
End Period Inflation Target – 2024	15.0%
Budget Deficit (% GDP) – August, 2023	2.1%
2024 Budget Deficit Target (%GDP)	3.0%
Public Debt (billion GH¢) – Sep, 2023	567.3
Debt to GDP Ratio – Sep, 2023	66.4%

STOCK MARKET REVIEW

The Ghana Stock Exchange closed lower for the week on the back of price declines by 3 counters. The GSE Composite Index (GSE-CI) lost 1.55 points (-0.05%) to close the week at 3,127.31 points, reflecting a year-to-date (YTD) loss of 0.09%. The GSE Financial Stocks Index (GSE-FI) lost 2.73 points (-0.14%) to close the week at 1,898.84 points, reflecting a year-to-date (YTD) loss of 0.14%.

Market capitalization increased by 0.06% to close the week at GH¢73,920.85 million, from GH¢73,878.20 million at the close of the previous week. This reflects a YTD loss of 0.04%.

The week recorded a total of 17,413,427 shares valued at GH¢13,570,945.39 changing hands, compared with 5,763,167 shares, valued at GH¢8,157,247.73 in the preceding week.

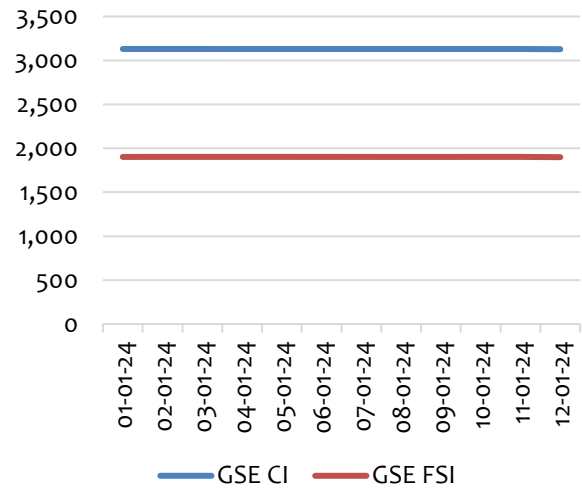
CAL dominated volume of trades for the week while MTNGH dominated value of trades for the week, accounting for 67.44% and 56.60% of shares traded respectively.

The market ended the week with 1 grower and 3 decliners as indicated in the table below.

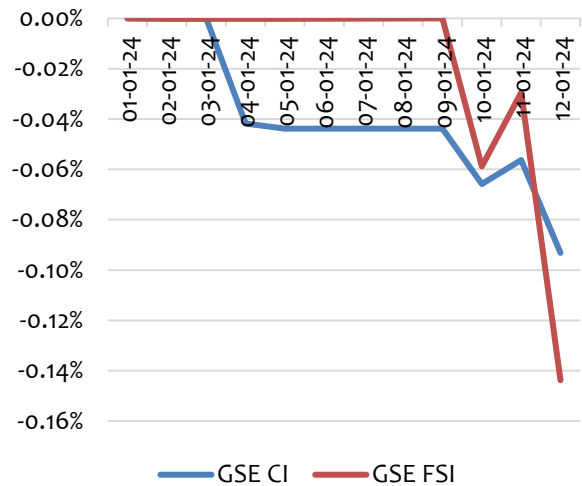
Price Movers for the Week			
Equity	Opening Price	Closing Price	Gain/Loss (%)
GLD	218.50	239.00	▲ 9.38%
BOPP	21.57	21.54	▼ 0.14%
EGH	5.50	5.49	▼ 0.18%
CAL	0.48	0.46	▼ 4.17%

Source: Ghana Stock Exchange

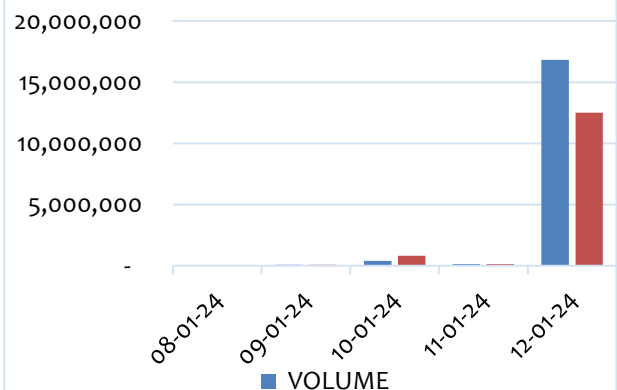
Trend in Market Indices - 2024



YTD Performance of GSE Market Indices



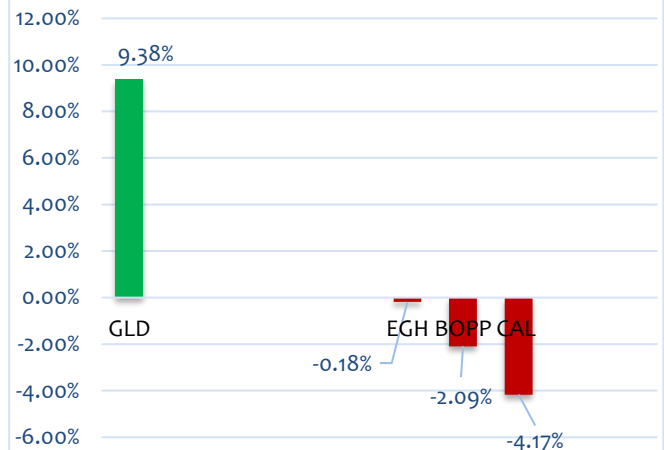
Volume and Value of Trades for Week Ending 12/01/2024



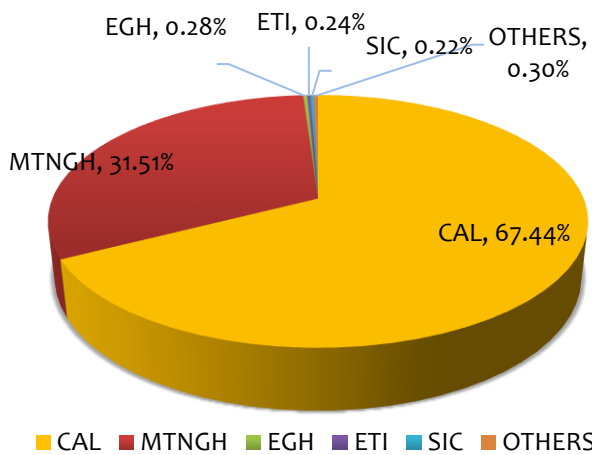
Market Capitalization for Week Ending 12/01/2024



Best & Worst Performing Stock YTD Return



Best 5 Traded Equities by Volume for the Week Ending 12/01/2024



CURRENCY MARKET

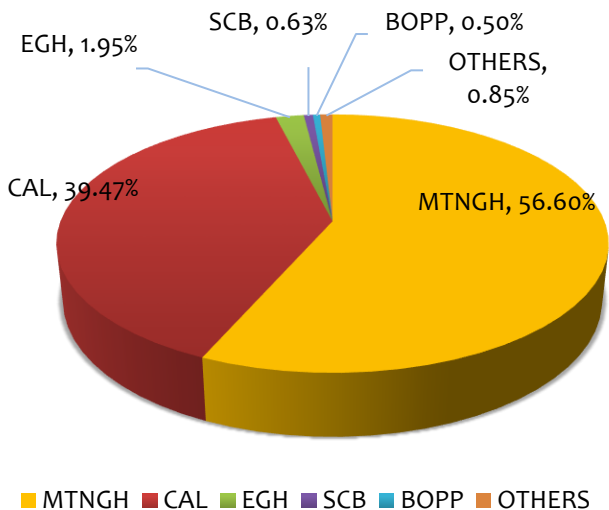
The Cedi slowed a little against the USD for the week. It traded at GH¢11.9077/\$, compared with GH¢11.8846/\$ at week open, reflecting w/w and YTD depreciations of 0.19% and 0.23% respectively. This compares with a loss of 17.03% a year ago.

The Cedi also retreated against the GBP for the week. It traded at GH¢15.1972/£, compared with GH¢15.1642/£ at week open, reflecting w/w and YTD depreciations of 0.22% and 0.42% respectively. This compares with a depreciation of 18.28% a year ago.

The Cedi also decelerated against the Euro for the week. It traded at GH¢13.0572/€, compared with GH¢13.0557/€ at week open, reflecting w/w loss and YTD appreciation of 0.01% and 0.53% respectively. This compares with a depreciation of 18.28% a year ago.

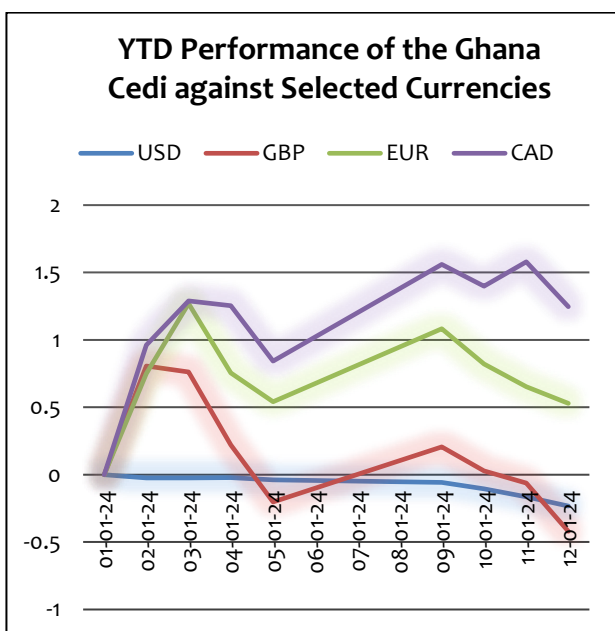
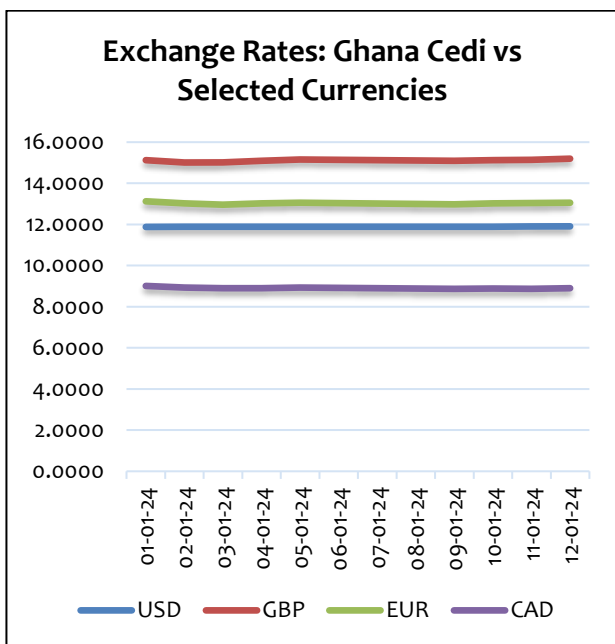
The Cedi however furthered against the Canadian Dollar at week end. It opened at GH¢8.9359/C\$, but closed at GH¢8.9003/C\$, reflecting w/w and YTD appreciations of 0.40% and 1.25% respectively. This compares with a depreciation of 17.95% a year ago.

Best 5 Traded Equities by Value for the Week Ending 12/01/2024



Weekly Interbank Foreign Exchange Rates					
Currency Pair	Year Open	Week Open	Week Close	Change%	YTD %
	01-01-24	09-01-24	12-01-24		
USD/GHS	11.8800	11.8846	11.9077	▼ 0.19	▼ 0.23
GBP/GHS	15.1334	15.1642	15.1972	▼ 0.22	▼ 0.42
EUR/GHS	13.1264	13.0557	13.0572	▼ 0.01	▲ 0.53
CAD/GHS	9.0112	8.9359	8.9003	▲ 0.40	▲ 1.25

Source: Bank of Ghana



GOVERNMENT SECURITIES MARKET

Government raised a sum of GH¢3,861.95 million for the week across the 91-Day, 182-Day and 364-Day Treasury Bills. This compared with GH¢3,218.94 million raised in the previous week.

The 91-Day Bill settled at 29.04% p.a. from 29.19% p.a. last week whilst the 182-Day Bill settled at 31.52% p.a. from 31.74% p.a. last week. The 364-Day Bill settled at 32.08% p.a. from 32.34% 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 (%)
	01-01-24	09-01-24	12-01-24		
91 Day TB	29.24	29.19	29.04	▼ 0.51	▼ 0.69
182 Day TB	31.88	31.74	31.52	▼ 0.72	▼ 1.15
364 Day TB	32.49	32.34	32.08	▼ 0.79	▼ 1.24

Source: Bank of Ghana

The Ghana Market Summary			
	Current	Previous	Change
Bid (GH¢' M)	3,861.95	3,218.94	▲ 19.98%
Issuance (GH¢' M)	3,863.11	3,223.73	▲ 19.83%
Target (GH¢' M)	2,632	2,837	▼ 7.23%
Maturity (GH¢' M)	2,416.17	2,453.42	▼ 1.52%
Target coverage ratio	1.47	1.14	na
Maturity coverage ratio	1.60	1.31	na
Bid / Cover ratio	1.00	1.00	na

Source: Bank of Ghana

COMMODITY MARKET

Oil prices retreated marginally as markets awaited new developments in the Middle East conflict, while anticipation of several key U.S. and Chinese economic readings this week kept sentiments on edge. Brent futures traded at US\$78.29 a barrel, compared to US\$78.76 at week open, reflecting w/w loss and YTD appreciation of 0.60% and 1.62% respectively.

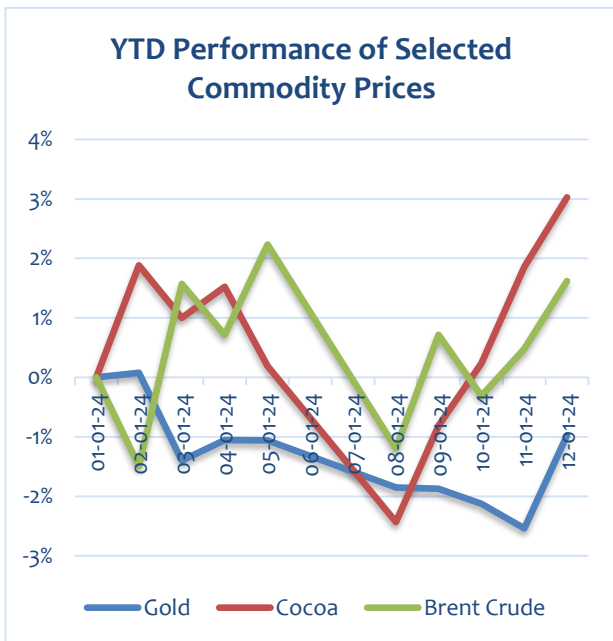
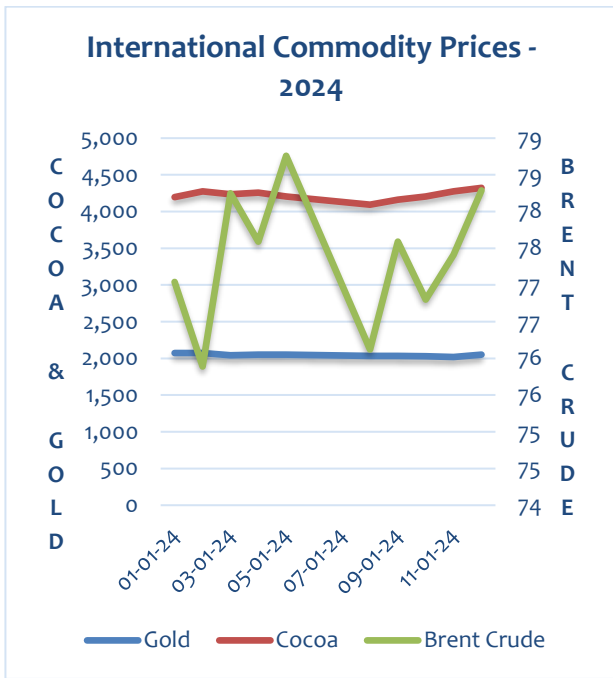
Gold prices rose as an escalation in the Middle East crisis ramped up safe haven demand, which also helped the yellow metal gain despite stronger-than-expected U.S. inflation data. Gold settled at US\$2,051.60, from US\$2,049.80 last week, reflecting w/w gain and YTD depreciation of 0.09% and 0.97% respectively.

The price of Cocoa rose for the week. Cocoa traded at US\$4,323.00 per tonne on Friday, from US\$4,204.00 last week, reflecting w/w and YTD appreciations of 2.83% and 3.03% respectively.

International Commodity Prices

Commodities	Year Open	Week Open	Week Close	Chg %	YTD %
	01-01-24	09-01-24	12-01-24		
Brent crude oil (USD/bbl)	77.04	78.76	78.29	▼ 0.60	▲ 1.62
Gold (USD/t oz.)	2,071.80	2,049.80	2,051.60	▲ 0.09	▼ 0.97
Cocoa (USD/MT)	4,196.00	4,204.00	4,323.00	▲ 2.83	▲ 3.03

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

Base Effect: The base effect occurs whenever two data points are compared as a ratio where the current data point or point of interest is divided or expressed as a percentage of another data point, the base or point of comparison.

Source:

<https://www.investopedia.com/terms/b/base-effect.asp>