

**CIDAN INVESTMENTS LIMITED**



**WEEKLY MARKET REVIEW FOR WEEK ENDING**

**August 3, 2023**

## MACROECONOMIC INDICATORS

Q1, 2023 Real GDP Growth	4.2%
Average Real GDP Growth for 2023	4.2%
2023 Projected Real GDP Growth	1.5%
BoG Policy Rate	30.00%
Weekly Interbank Interest Rate	26.36%
Inflation for June, 2023	42.5%
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	71.8%

## 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 157.73 points (+5.31%) to close the week at 3,127.43 points, reflecting a year-to-date (YTD) gain of 27.97%.

The GSE Financial Stocks Index (GSE-FI) also gained 8.61 points (+0.50%) to close the week at 1,715.17 points, reflecting a YTD loss of 16.02%.

Market capitalization increased by 2.38% to close the week at GH¢73,713.69 million, from GH¢71,998.81 million at the close of the previous week. This reflects a YTD gain of 14.27%.

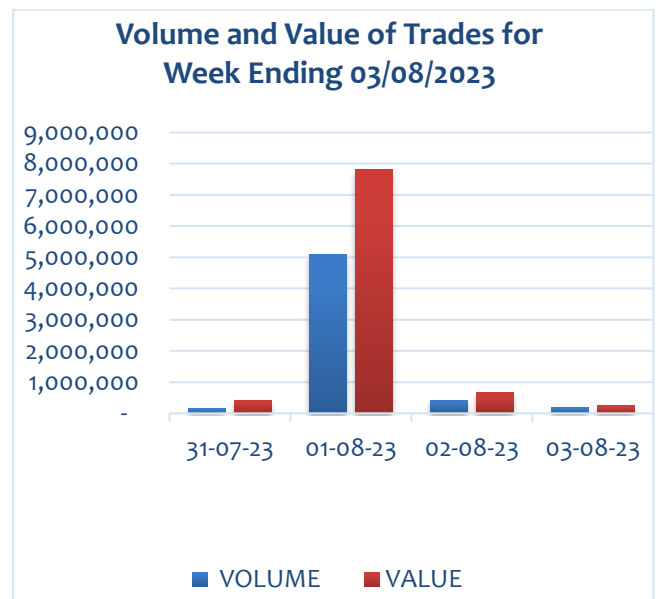
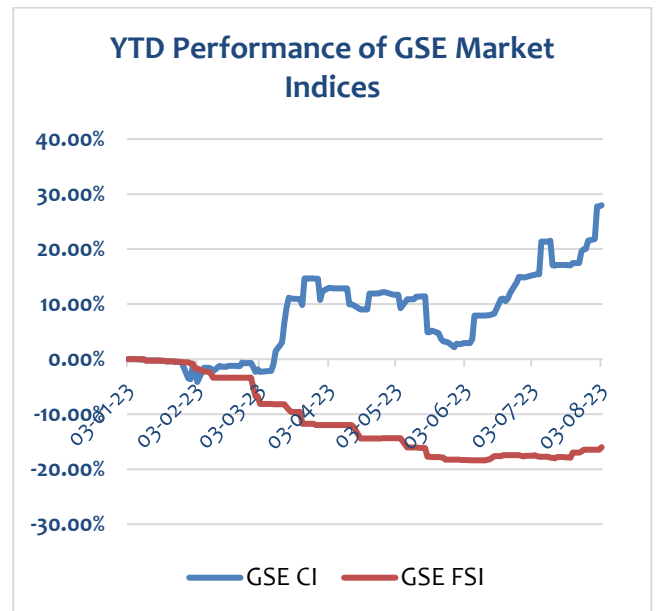
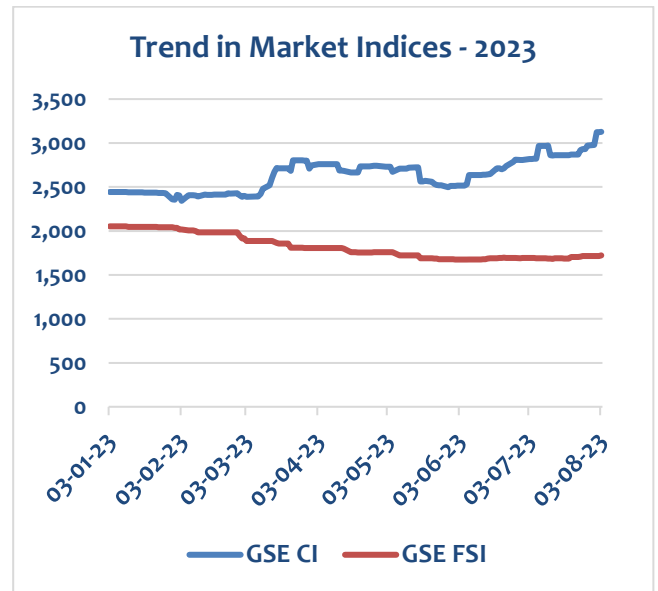
The week recorded a total of 5,832,677 shares valued at GH¢9,145,160.18 changing hands, compared with 4,897,980 shares, valued at GH¢8,419,861.25 in the preceding week.

MTNGH dominated both the volume and value of trades for the week, accounting for 95.24% and 94.15% of shares traded respectively.

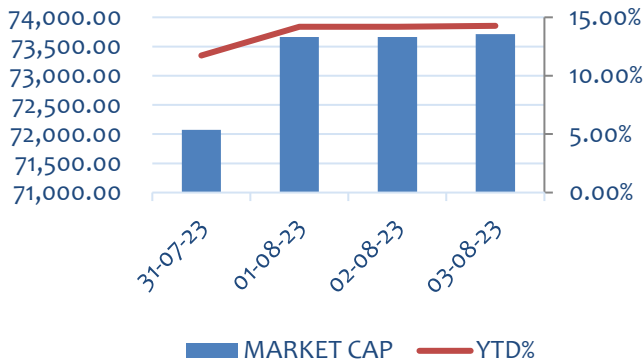
The market ended the week with 3 advancers as indicated on the table below.

Price Movers for the Week			
Equity	Opening Price	Closing Price	Gain/Loss (%)
GGBL	2.55	2.80	▲9.80%
SOGEGH	0.73	0.80	▲9.59%
MTNGH	1.43	1.55	▲8.39%

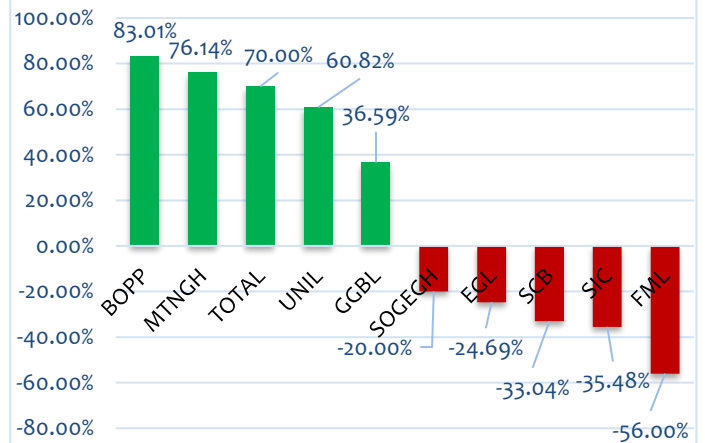
Source: Ghana Stock Exchange



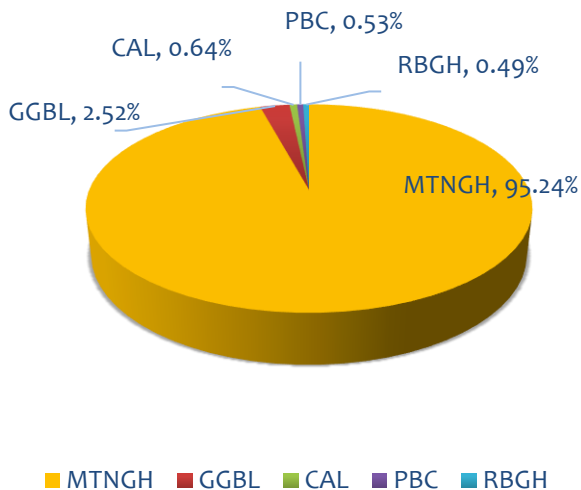
### Market Capitalization for Week Ending 03/08/2023



### 5 Best & 5 Worst Performing Stocks YTD Return

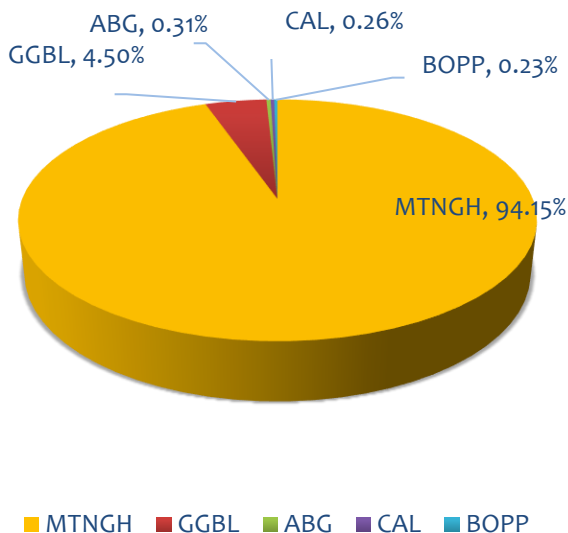


### Best 5 Traded Equities by Volume for the Week Ending 03/08/2023



■ MTNGH ■ GGBL ■ CAL ■ PBC ■ RBGH

### Best 5 Traded Equities by Value for the Week Ending 03/08/2023



■ MTNGH ■ GGBL ■ ABG ■ CAL ■ BOPP

### CURRENCY MARKET

The Cedi appreciated marginally against the USD for the week. It traded at GH¢11.0017/\$, compared with GH¢11.0036/\$ at week open, reflecting w/w appreciation and YTD depreciation of 0.02% and 22.05% respectively. This compares with a loss of 24.92% a year ago.

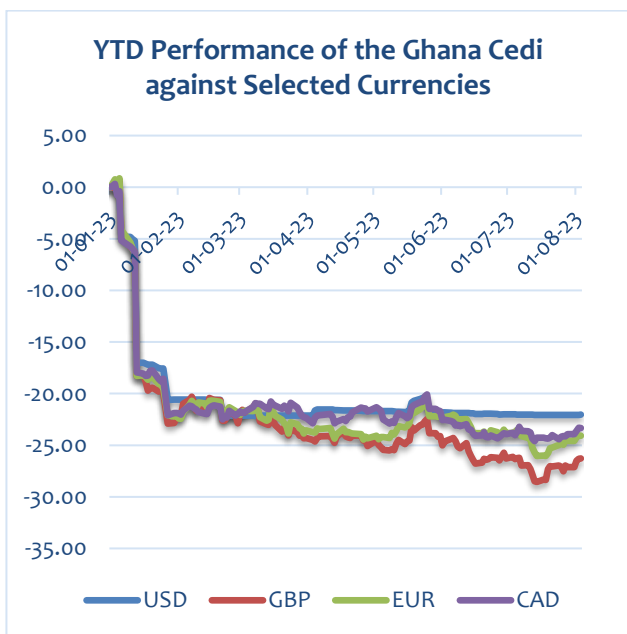
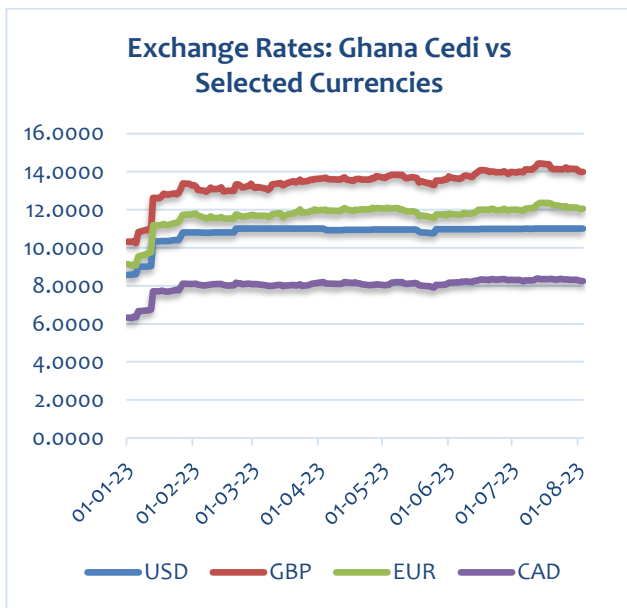
The Cedi also strengthened against the GBP for the week. It traded at GH¢13.9904/£, compared with GH¢14.1485/£ at week open, reflecting w/w gain and YTD depreciation of 1.13% and 26.29% respectively. This compares with a depreciation of 15.64% a year ago.

The Cedi again strengthened against the Euro for the week. It traded at GH¢12.0461/€, compared with GH¢12.1274/€ at week open, reflecting w/w appreciation and YTD depreciation of 0.68% and 24.08% respectively. This compares with a depreciation of 15.95% a year ago.

The Cedi further appreciated against the Canadian Dollar at week end. It opened at GH¢8.3119/C\$ but closed at GH¢8.2476/C\$, reflecting w/w gain and YTD depreciation of 0.78% and 23.34% respectively. This compares with a depreciation of 23.29% a year ago.

Weekly Interbank Foreign Exchange Rates					
Currency Pair	Year Open	Week Open	Week Close	Change %	YTD %
	01-01-22	31-07-23	03-08-23		
USD/GHS	8.5760	11.0036	11.0017	▲ 0.02	▼ 22.05
GBP/GHS	10.3118	14.1485	13.9904	▲ 1.13	▼ 26.29
EUR/GHS	9.1457	12.1274	12.0461	▲ 0.68	▼ 24.08
CAD/GHS	6.3222	8.3119	8.2476	▲ 0.78	▼ 23.34

Source: Bank of Ghana



## GOVERNMENT SECURITIES MARKET

Government raised a sum of GH¢2,178.24 million for the week across the 91-Day, 182-Day and 364-Day Treasury Bills. This compared with GH¢2,334.77 million raised in the previous week.

The 91-Day Bill settled at 25.57% p.a. from 25.24% p.a. last week whilst the 182-Day Bill settled at 27.28% p.a. from 27.15% p.a. last week. The 364-Day Bill settled at 30.49% p.a. from 30.31% 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	31-07-23	03-08-23		
91 Day TB	35.36	25.24	25.57	▲ 1.31	▼ 27.69
182 Day TB	35.98	27.15	27.28	▲ 0.50	▼ 24.17
364 Day TB	35.89	30.31	30.49	▲ 0.61	▼ 15.05

Source: Bank of Ghana

The Ghana Market Summary			
	Current	Previous	Change
Bid (GH¢' M)	2,178.74	2,334.77	▼ 6.68%
Issuance (GH¢' M)	2,179.14	2,342.06	▼ 6.96%
Target (GH¢' M)	2,261	2,282	▼ 0.92%
Maturity (GH¢' M)	2,126.16	3,105.18	▼ 31.53%
Target coverage ratio	0.96	1.03	na
Maturity coverage ratio	1.02	0.75	na
Bid / Cover ratio	1.00	1.00	na

Source: Bank of Ghana

## COMMODITY MARKET

Oil prices rose more than a dollar a barrel last week, after top producers Saudi Arabia and Russia extended supply cuts through September, adding to undersupply concerns. Brent futures traded at US\$86.24 a barrel, compared to US\$84.99 at week open, reflecting w/w gain and YTD depreciation of 1.47% and 0.38% respectively.

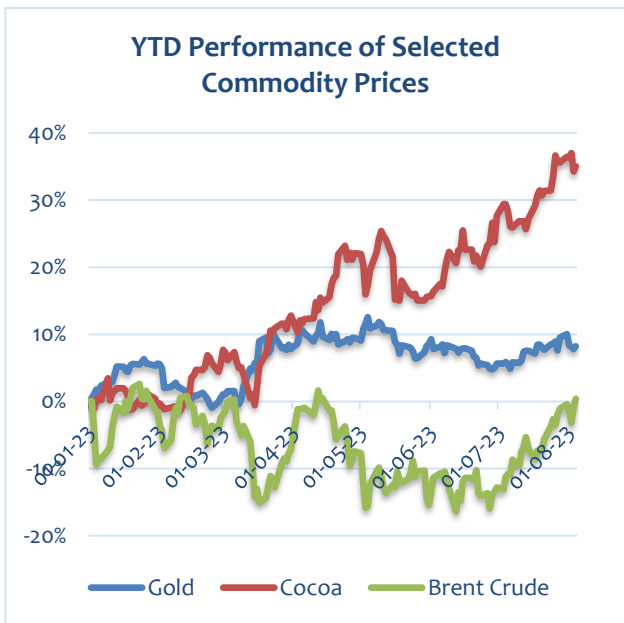
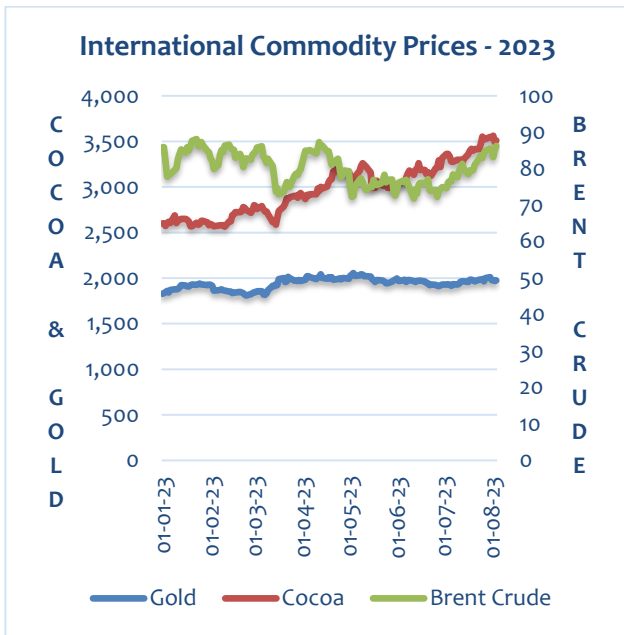
Gold prices tallied steep losses for the week as signs of a resilient U.S. economy and job market pushed up fears of rising interest rates. Gold settled at US\$1,976.10, from US\$1,999.90 last week, reflecting w/w loss and YTD appreciation of 1.19% and 8.21% respectively.

The price of Cocoa decreased for the week. Cocoa traded at US\$3,510.00 per tonne on Friday, from US\$3,525.00 last week, reflecting w/w loss and YTD appreciation of 0.43% and 35.00% respectively.

## International Commodity Prices

Commodities	Year Open	Week Open	Week Close	Chg %	YTD %
	01-01-23	31-07-23	04-08-23		
Brent crude oil (USD/bbl)	85.91	84.99	86.24	▲ 1.47	▲ 0.38
Gold (USD/t oz.)	1,826.20	1,999.90	1,976.10	▼ 1.19	▲ 8.21
Cocoa (USD/MT)	2,600.00	3,525.00	3,510.00	▼ 0.43	▲ 35.00

Source: [www.investing.com](http://www.investing.com)



## BUSINESS TERM OF THE WEEK

**Hurdle Rate:** A hurdle rate is the minimum rate of return on a project or investment required by a manager or investor. It allows companies to make important decisions on whether or not to pursue a specific project. The hurdle rate describes the appropriate compensation for the level of risk present—riskier projects generally have higher hurdle rates than those with less risk.

**Source:**

<https://www.investopedia.com/terms/h/hurdlerate.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 (NPR).

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