

CIDAN INVESTMENTS LIMITED



WEEKLY MARKET REVIEW FOR WEEK ENDING

May 5, 2023

MACROECONOMIC INDICATORS

Q4, 2022 Real GDP Growth	3.7%
Average Real GDP Growth for 2022	3.7%
2023 Projected Real GDP Growth	2.8%
BoG Policy Rate	29.50%
Weekly Interbank Interest Rate	25.94%
Inflation for Mar, 2023	45.0%
End Period Inflation Target – 2023	18.9%
Budget Deficit (% GDP) – Nov, 2022	9.8%
2022 Budget Deficit Target (%GDP)	6.6%
Public Debt (billion GH¢) – Nov, 2022	575.7
Debt to GDP Ratio – Nov, 2022	93.5%

STOCK MARKET REVIEW

The Ghana Stock Exchange closed lower for the week on the back of price decrease by 1 counter. The GSE Composite Index (GSE-CI) lost 70.66 points (+0.21%) to close the week at 2,670.80 points, reflecting a year-to-date (YTD) gain of 9.28%. The GSE Financial Stocks Index (GSE-FI) remained flat closing the week at 1,758.28 points, reflecting a YTD loss of 14.34%.

Market capitalization decreased by 1.08% to close the week at GH¢67,541.02 million, from GH¢68,278.45 million at the close of the previous week. This reflects a YTD gain of 4.70%.

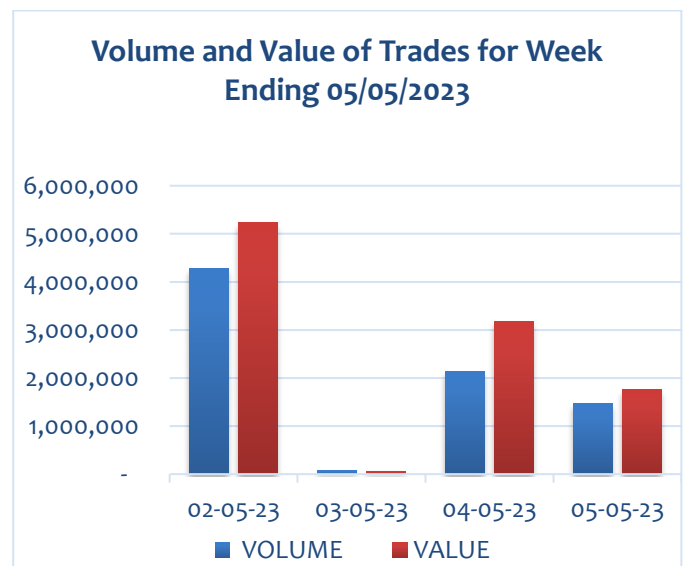
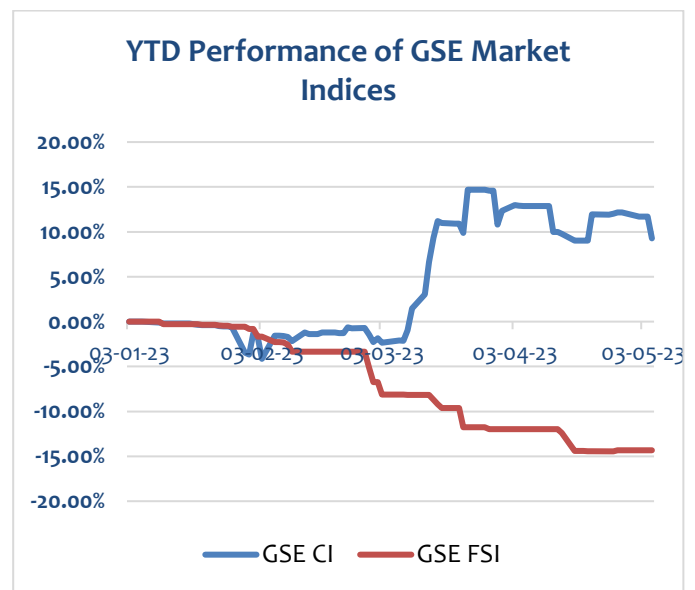
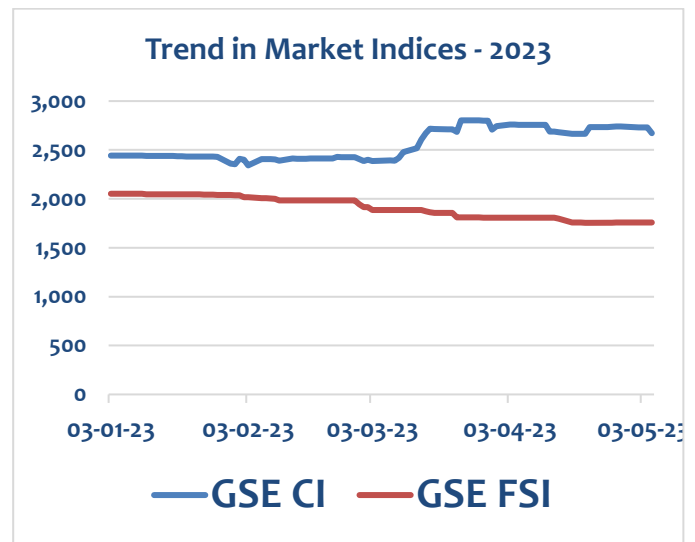
The week recorded a total of 7,941,302 shares valued at GH¢10,227,007.98 changing hands, compared with 917,967 shares, valued at GH¢1,114,391.05 in the preceding week.

MTNGH dominated both volume and value of trades for the week, accounting for 69.83% and 67.09% of shares traded respectively.

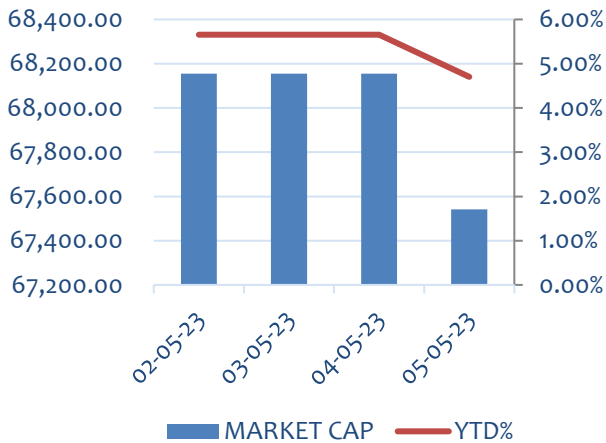
The market ended the week with 1 laggard as indicated on the table below.

Price Movers for the Week			
Equity	Opening Price	Closing Price	Gain/Loss (%)
MTNGH	1.26	1.2	▼ 4.76%

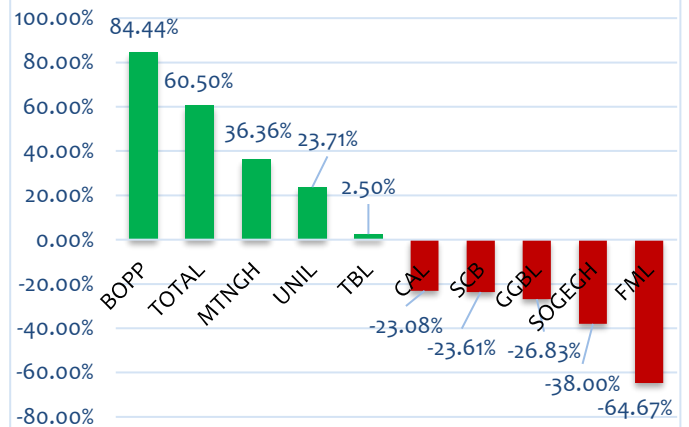
Source: Ghana Stock Exchange



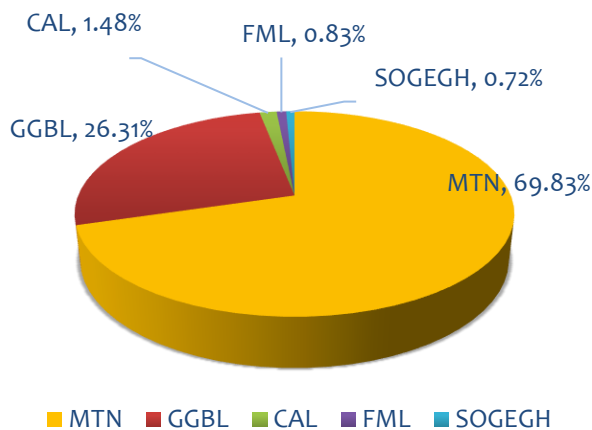
Market Capitalization for Week Ending 05/05/2023



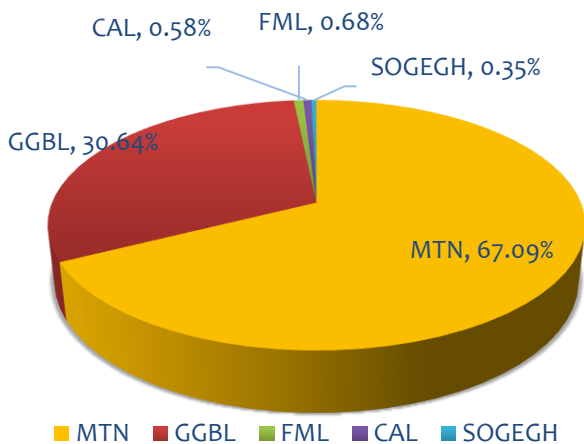
5 Best & 5 Worst Performing Stocks YTD Return



Best 5 Traded Equities by Volume for the Week Ending 05/05/2023



Best 5 Traded Equities by Value for the Week Ending 05/05/2023



CURRENCY MARKET

The Cedi depreciated marginally against the USD for the week. It traded at GH¢10.9518/\$, compared with GH¢10.9516/\$ at week open, reflecting w/w and YTD depreciations of 0.002% and 21.69% respectively. This compares with YTD loss of 15.56% a year ago.

The Cedi again weakened against the GBP for the week. It traded at GH¢13.8305/£, compared with GH¢13.7624/£ at week open, reflecting w/w and YTD depreciations of 0.49% and 25.44% respectively. This compares with YTD depreciation of 9.02% a year ago.

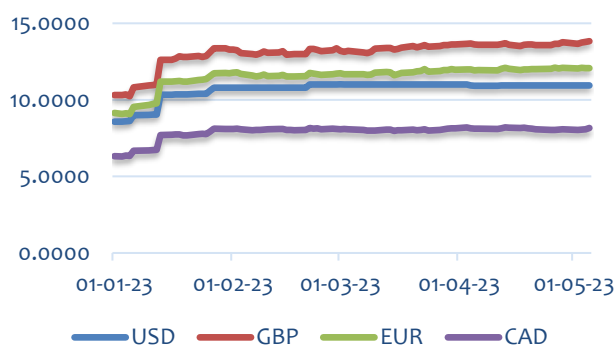
The Cedi appreciated marginally against the Euro for the week. It traded at GH¢12.0680/€, compared with GH¢12.0876/€ at week open, reflecting w/w gain and YTD depreciation of 0.16% and 24.21% respectively. This compares with YTD loss of 8.91% a year ago.

The Cedi lost against the Canadian Dollar at week end. It opened at GH¢8.1569/C\$ but closed at GH¢8.0765/C\$, reflecting w/w and YTD depreciations of 0.99% and 22.49% respectively. This compares with YTD depreciation of 14.64% a year ago.

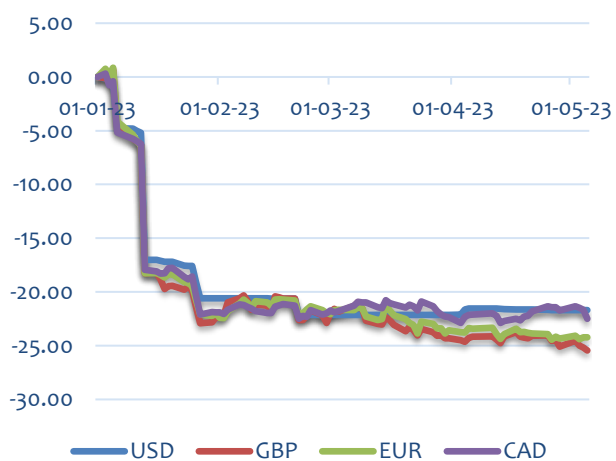
Weekly Interbank Foreign Exchange Rates					
Currency Pair	Year Open	Week Open	Week Close	Change%	YTD %
	01-01-22	02-05-23	05-05-23		
USD/GHS	8.5760	10.9516	10.9518	▼ 0.002	▼ 21.69
GBP/GHS	10.3118	13.7624	13.8305	▼ 0.49	▼ 25.44
EUR/GHS	9.1457	12.0876	12.0680	▲ 0.16	▼ 24.21
CAD/GHS	6.3222	8.0765	8.1569	▼ 0.99	▼ 22.49

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¢2,567.79 million for the week across the 91-Day , 182-Day and 364-Day Treasury Bills. This compared with GH¢2,067.20 million raised in the previous week.

The 91-Day Bill settled at 20.26% p.a from 19.95% p.a. last week whilst the 182-Day Bill settled at 22.49% p.a from 22.71% p.a. last week. The 364-Day Bill settled at 21.48% p.a from 27.26% 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	02-05-23	05-05-23		
91 Day TB	35.36	19.95	20.26	▲1.56	▼42.71
182 Day TB	35.98	22.71	22.49	▼0.97	▼37.49
364 Day TB	35.89	27.26	21.48	▼21.19	▼40.15

Source: Bank of Ghana

The Ghana Market Summary			
	Current	Previous	Change
Bid (GH¢' M)	2,567.79	2,067.20	▲24.22%
Issuance (GH¢' M)	2,567.81	2,068.31	▲24.15%
Target (GH¢' M)	1,834	1,585	▲15.71%
Maturity (GH¢' M)	1,746.20	1,509.85	▲15.65%
Target coverage ratio	1.40	1.30	na
Maturity coverage ratio	1.47	1.37	na
Bid / Cover ratio	1.00	1.00	na

Source: Bank of Ghana

COMMODITY MARKET

Oil prices fell 5%, extending steep losses from the previous session after the U.S. Federal Reserve raised interest rates and as investors fretted about the economy. Brent futures traded at US\$75.30 a barrel, compared to US\$79.54 at week open, reflecting w/w and YTD depreciations of 5.33% and 12.35% respectively.

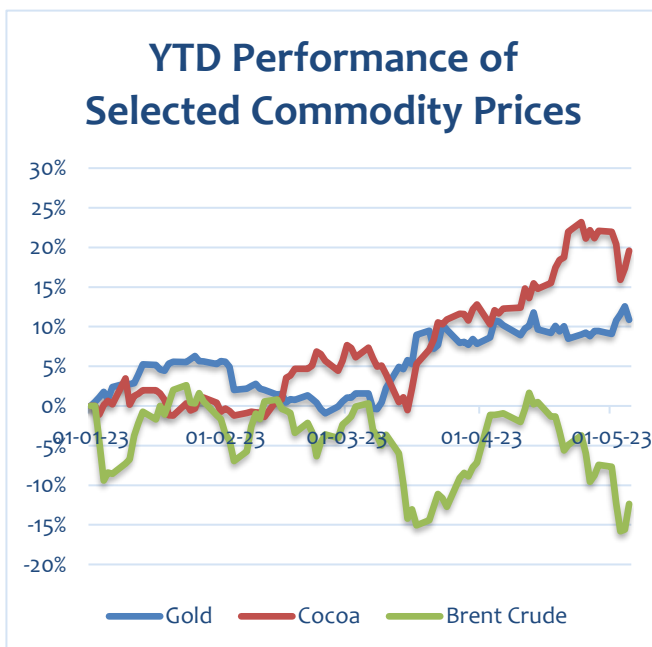
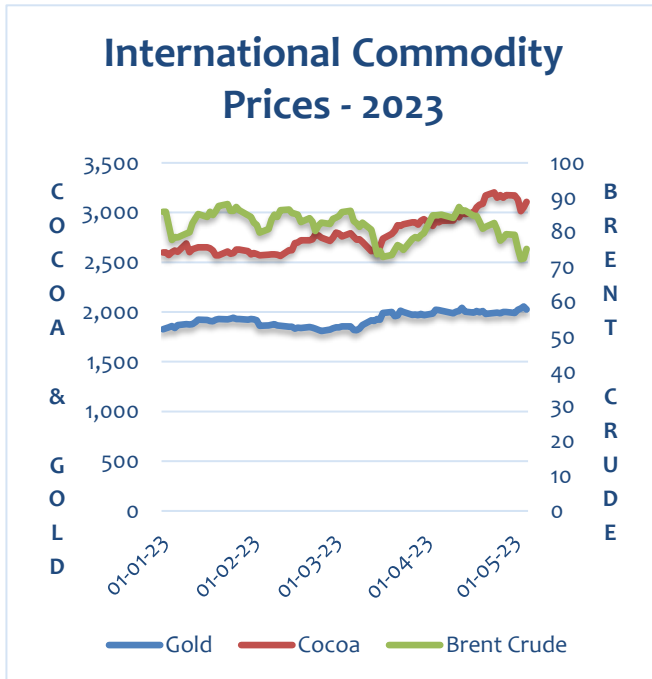
Gold prices moved upwards last week, underpinned by increased safe haven demand amid renewed fears of a banking crisis and uncertainty over monetary policy before a Federal Reserve rate decision. Gold settled at US\$2,024.80, from US\$1,999.10 last week, reflecting w/w and YTD appreciations of 1.29% and 10.88% respectively.

The price of Cocoa recorded a loss for the week. Cocoa traded at US\$3,109.00 per tonne on Friday, from US\$3,174.00 last week, reflecting w/w loss and YTD appreciation of 2.05% and 19.58% respectively.

International Commodity Prices

Commodities	Year Open	Week Open	Week Close	Chg%	YTD %
	01-01-23	01-05-23	05-05-23		
Brent crude oil (USD/bbl)	85.91	79.54	75.30	▼ 5.33	▼ 12.35
Gold (USD/t oz.)	1,826.20	1,999.10	2,024.80	▲ 1.29	▲ 10.88
Cocoa (USD/MT)	2,600.00	3,174.00	3,109.00	▼ 2.05	▲ 19.58

Source: www.investing.com



BUSINESS TERM OF THE WEEK

Bear Market: A bear market is when a market experiences prolonged price declines. It typically describes a condition in which securities prices fall 20% or more from recent highs amid widespread pessimism and negative investor sentiment.

Source: <https://www.investopedia.com/terms/b/bearmarket.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).

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