

CIDAN INVESTMENTS LIMITED



WEEKLY MARKET REVIEW FOR WEEK ENDING

May 26, 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 April, 2023	41.2%
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¢) – Dec, 2022	434.6
Debt to GDP Ratio – Dec, 2022	71.2%

STOCK MARKET REVIEW

The Ghana Stock Exchange closed lower for the week on the back of price declines by 5 counters. The GSE Composite Index (GSE-CI) lost 51.14 points (-1.99%) to close the week at 2,519.92 points, reflecting a year-to-date (YTD) gain of 3.11%. The GSE Financial Stocks Index (GSE-FI) also lost 10.08 points (-0.60%) to close the week at 1,677.69 points, reflecting a YTD loss of 18.26%.

Market capitalization decreased by 0.80% to close the week at GH¢65,873.36 million, from GH¢66,407.09 million at the close of the previous week. This reflects a YTD gain of 2.12%.

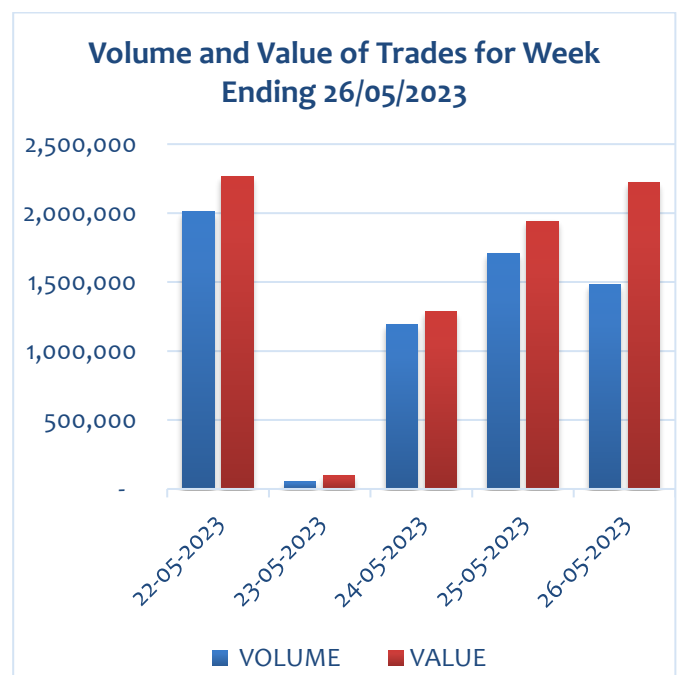
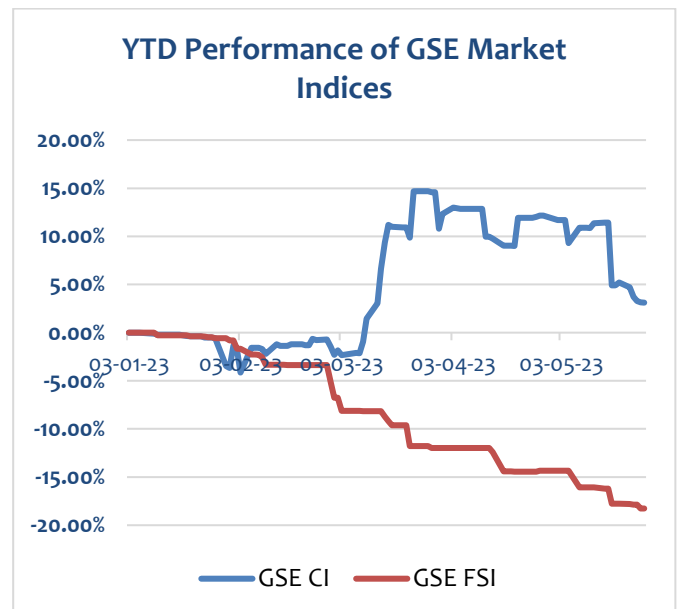
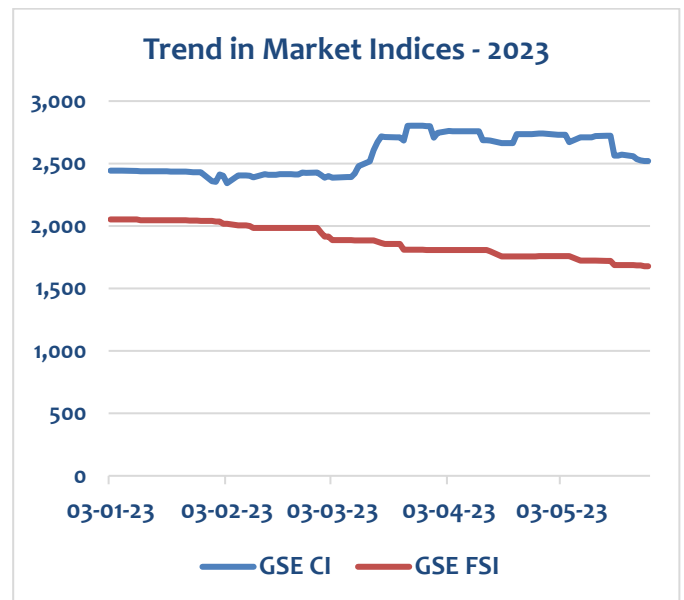
The week recorded a total of 6,453,209 shares valued at GH¢7,818,133.86 changing hands, compared with 6,018,367 shares, valued at GH¢66,002,877.74 in the preceding week.

MTNGH dominated both volume and value of trades for the week, accounting for 58.22% and 53.62% of shares traded respectively.

The market ended the week with 3 advancers and 5 laggards as indicated on the table below.

Price Movers for the Week			
Equity	Opening Price	Closing Price	Gain/Loss (%)
FML	1.00	1.30	▲ 30.00%
UNIL	5.80	6.08	▲ 4.83%
TOTAL	6.43	6.45	▲ 0.31%
EGL	2.70	2.43	▼ 10.00%
BOPP	14.11	13.00	▼ 7.87%
MTNGH	1.14	1.10	▼ 3.51%
GCB	3.19	3.15	▼ 1.25%
SCB	12.51	12.5	▼ 0.08%

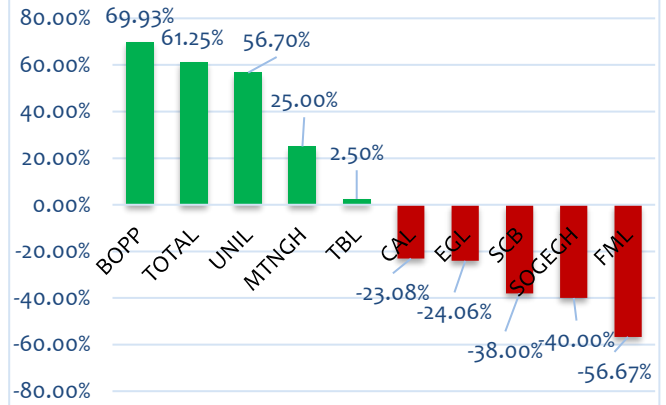
Source: Ghana Stock Exchange



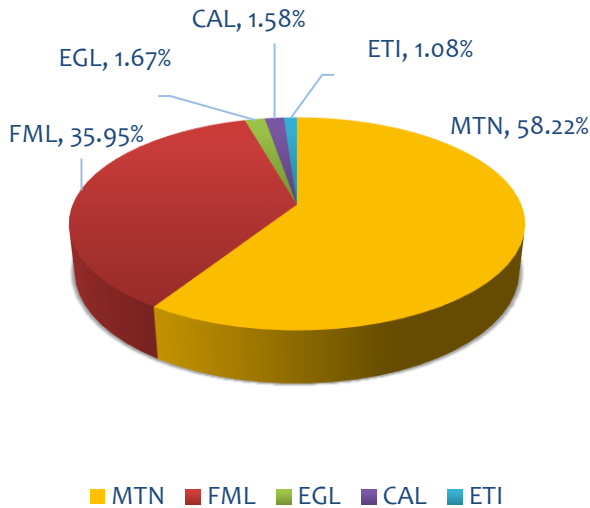
Market Capitalization for Week Ending 26/05/2023



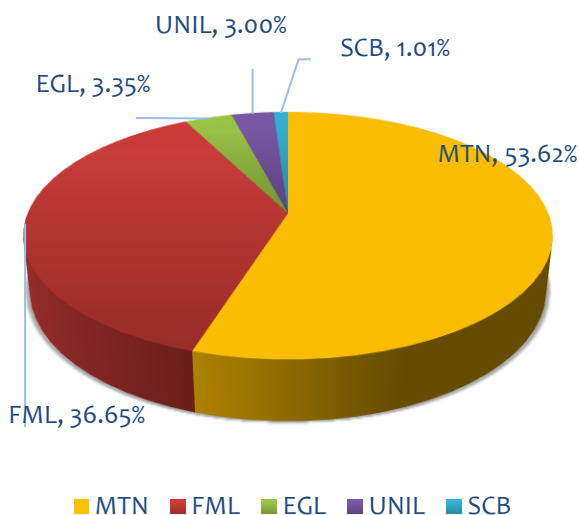
5 Best & 5 Worst Performing Stocks YTD Return



Best 5 Traded Equities by Volume for the Week Ending 26/05/2023



Best 5 Traded Equities by Value for the Week Ending 26/05/2023



CURRENCY MARKET

The Cedi lost grounds against the USD for the week. It traded at GH¢10.9755/\$, compared with GH¢10.8128/\$ at week open, reflecting w/w and YTD depreciation of 1.48% and 21.86% respectively. This compares with a loss of 15.90% a year ago.

The Cedi also weakened against the GBP for the week. It traded at GH¢13.5361/£, compared with GH¢13.4971/£ at week open, reflecting w/w and YTD depreciations of 0.29% and 23.82% respectively. This compares with a depreciation of 9.72% a year ago.

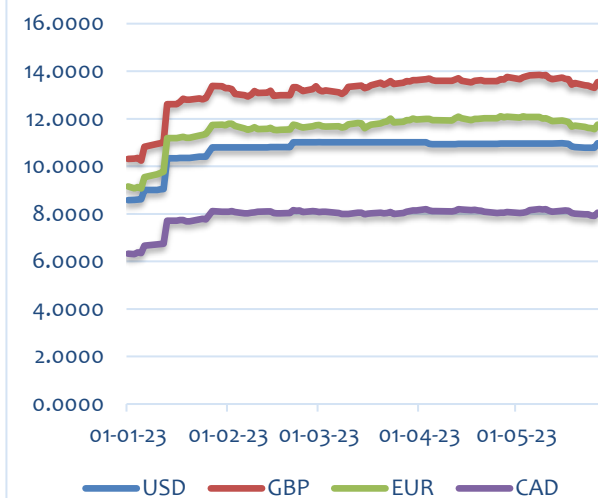
The Cedi again weakened against the Euro for the week. It traded at GH¢11.7537/€, compared with GH¢11.7050/€ at week open, reflecting w/w and YTD depreciations of 0.41% and 22.19% respectively. This compares with a depreciation of 10.67% a year ago.

The Cedi further weakened against the Canadian Dollar at week end. It opened at GH¢8.0121/C\$, but closed at GH¢8.0517/C\$, reflecting w/w and YTD depreciations of 0.49% and 21.48% respectively. This compares with a depreciation of 15.25% a year ago.

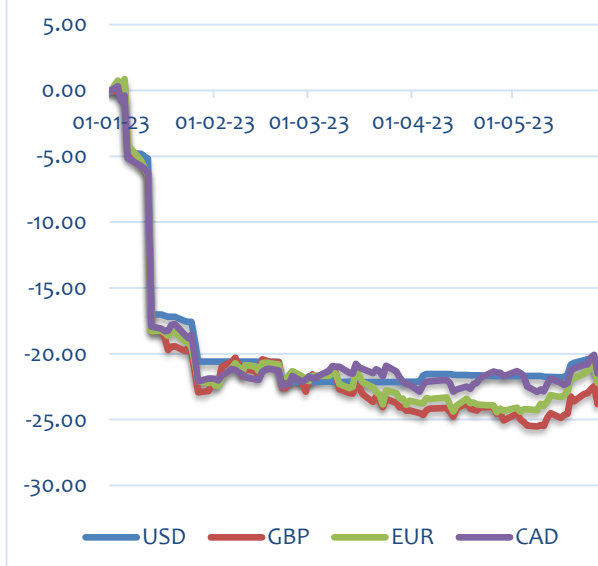
Weekly Interbank Foreign Exchange Rates					
Currency Pair	Year Open	Week Open	Week Close	Change %	YTD %
	01-01-22	23-05-23	26-05-23		
USD/GHS	8.5760	10.8128	10.9755	▼1.48	▼21.86
GBP/GHS	10.3118	13.4971	13.5361	▼0.29	▼23.82
EUR/GHS	9.1457	11.7050	11.7537	▼0.41	▼22.19
CAD/GHS	6.3222	8.0121	8.0517	▼0.49	▼21.48

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¢3,183.51 million for the week across the 91-Day, 182-Day and 364-Day Treasury Bills. This compared with GH¢2,728.02 million raised in the previous week.

The 91-Day Bill settled at 20.80% p.a. from 20.56% p.a. last week whilst the 182-Day Bill settled at 23.62% p.a. from 23.36% p.a. last week. The 364-Day Bill settled at 28.02% p.a. from 27.59% 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	22-05-23	26-05-23		
91 Day TB	35.36	20.56	20.80	▲ 1.15	▼ 41.18
182 Day TB	35.98	23.36	23.62	▲ 1.15	▼ 34.34
364 Day TB	35.89	27.59	28.02	▲ 1.54	▼ 21.95

Source: Bank of Ghana

The Ghana Market Summary

	Current	Previous	Change
Bid (GH¢' M)	3,183.51	2,728.02	▲ 16.70%
Issuance (GH¢' M)	3,183.54	2,728.02	▲ 16.70%
Target (GH¢' M)	3,431	2,732	▲ 25.59%
Maturity (GH¢' M)	3,263.01	2,598.45	▲ 25.58%
Target coverage ratio	0.93	1.00	na
Maturity coverage ratio	0.98	1.05	na
Bid / Cover ratio	1.00	1.00	na

Source: Bank of Ghana

COMMODITY MARKET

Oil prices rose as U.S. lawmakers said they had reached a provisional agreement to raise the debt ceiling. Brent futures traded at US\$75.58 a barrel, compared to US\$74.17 at week open, reflecting w/w gain and YTD loss of 1.90% and 12.02% respectively.

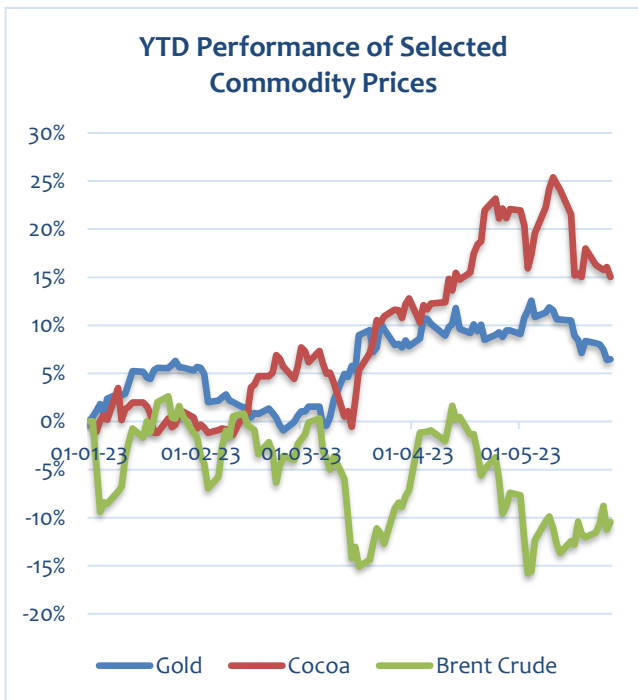
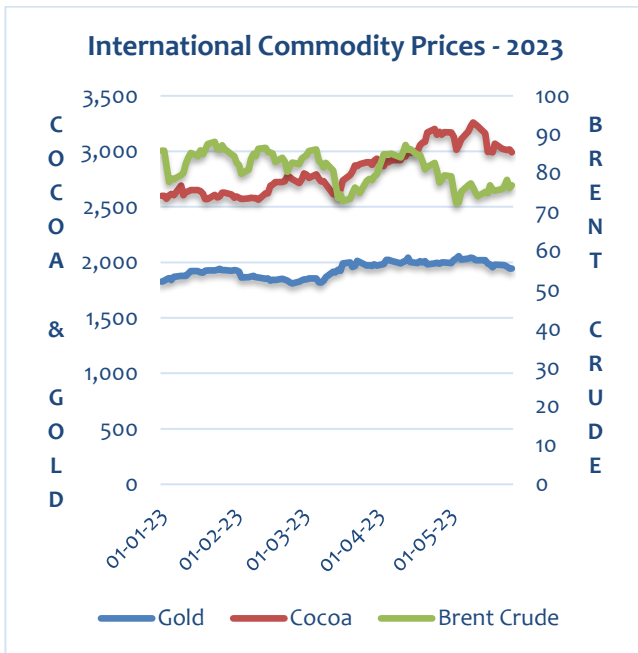
Gold prices hovered near two-month lows as markets remained on edge over raising the U.S. debt limit. Gold settled at US\$1,944.10, from US\$1,978.70 last week, reflecting w/w loss and YTD gain of 1.89% and 8.51% respectively.

The price of Cocoa fell for the week. Cocoa traded at US\$2,991.00 per tonne on Friday, from US\$3,068.00 last week, reflecting w/w loss and YTD appreciation of 2.51% and 15.04% respectively.

International Commodity Prices

Commodities	Year Open	Week Open	Week Close	Change %	YTD %
	01-01-23	22-05-23	26-05-23		
Brent crude oil (USD/bbl)	85.91	75.58	76.95	▲ 1.81	▼ 10.43
Gold (USD/t oz.)	1,826.20	1,978.70	1,944.10	▼ 1.75	▲ 6.46
Cocoa (USD/MT)	2,600.00	3,068.00	2,991.00	▼ 2.51	▲ 15.04

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).

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

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BUSINESS TERM OF THE WEEK

Scrip Dividends: A scrip dividend refers to a certificate that shareholders are given as an option to receive dividends as cash at a later date or to receive them as extra shares. A scrip dividend is similar to an automatic reinvestment since shareholders get extra shares of the same company.

Source: <https://study.com/learn/lesson/scrip-dividend-reasons-examples.html>