

CIDAN INVESTMENTS LIMITED



WEEKLY MARKET REVIEW FOR WEEK ENDING

July 21, 2023

MACROECONOMIC INDICATORS

Q1, 2023 Real GDP Growth	4.2%
Average Real GDP Growth for 2023	4.2%
2023 Projected Real GDP Growth	2.8%
BoG Policy Rate	30.00%
Weekly Interbank Interest Rate	26.27%
Inflation for June, 2023	42.5%
End Period Inflation Target – 2023	18.9%
Budget Deficit (% GDP) – Mar, 2023	0.8%
2023 Budget Deficit Target (%GDP)	7.7%
Public Debt (billion GH¢) – Apr, 2023	569.3
Debt to GDP Ratio – Apr, 2023	71.1%

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 8.45 points (+0.30%) to close the week at 2,870.72 points, reflecting a year-to-date (YTD) gain of 17.46%. The GSE Financial Stocks Index (GSE-FI) gained 15.94 points (+0.94%) to close the week at 1,703.43 points, reflecting a YTD loss of 17.01%.

Market capitalization increased by 0.14% to close the week at GH¢70,929.41 million, from GH¢70,828.47 million at the close of the previous week. This reflects a YTD gain of 9.96%.

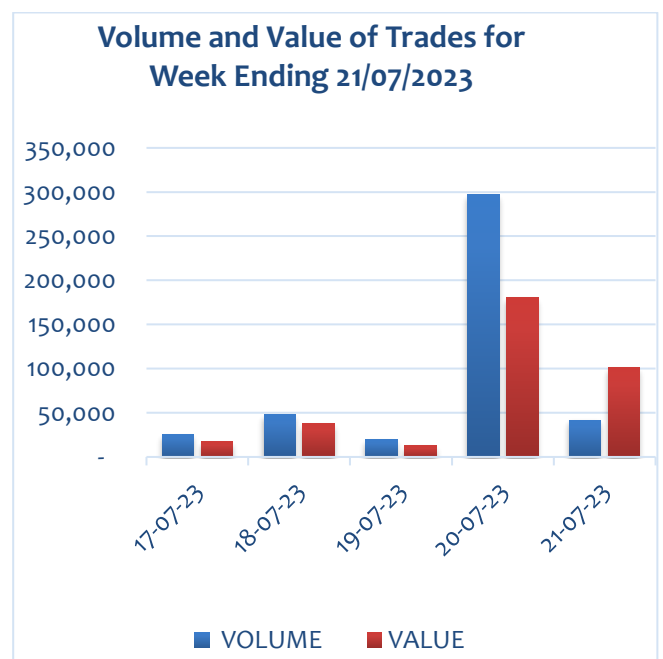
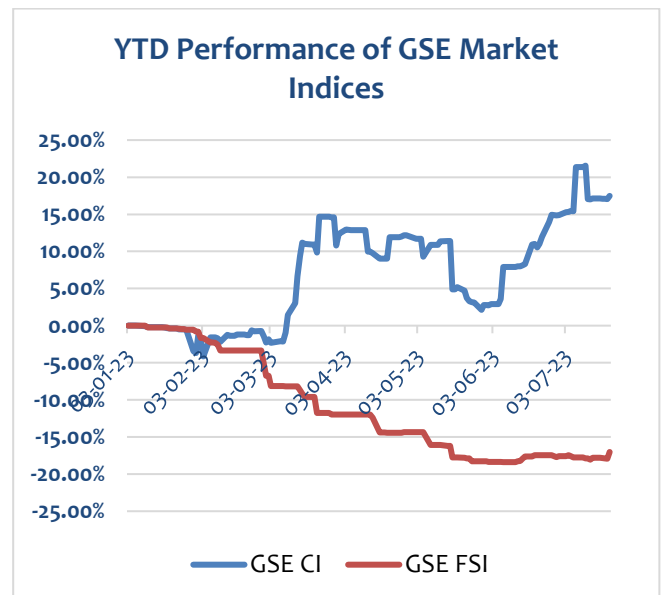
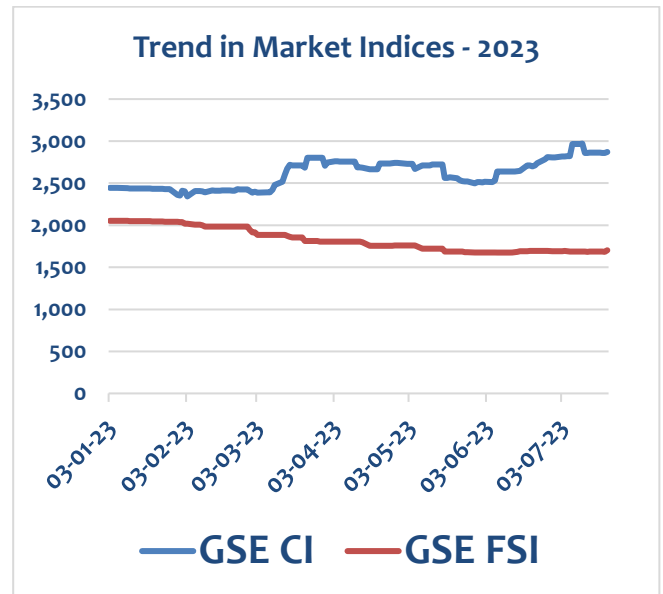
The week recorded a total of 431,556 shares valued at GH¢348,516.13 changing hands, compared with 24,420,319 shares, valued at GH¢1,453,951.29 in the preceding week.

SIC dominated the volume of trades for the week while ABG dominated the value of trades for the week, accounting for 63.79% and 32.99% of shares traded respectively.

The market ended the week with 2 advancers and 2 decliners as indicated on the table below.

Price Movers for the Week			
Equity	Opening Price	Closing Price	Gain/Loss (%)
SCB	12.91	13.50	▲ 4.57%
GCB	3.20	3.30	▲ 3.12%
SIC	0.21	0.20	▼ 4.76%
ABG	3.35	3.28	▼ 2.09%

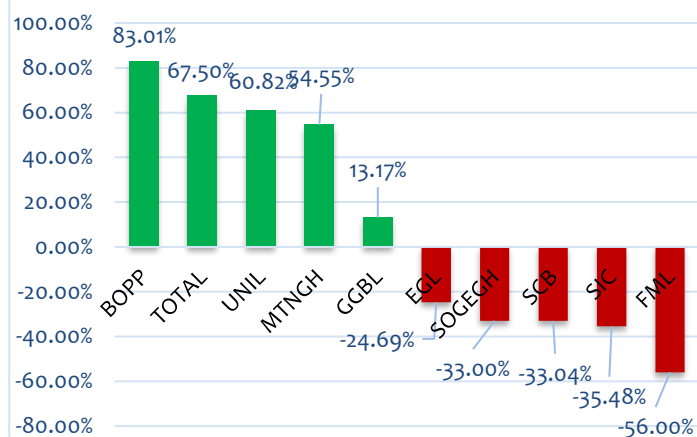
Source: Ghana Stock Exchange



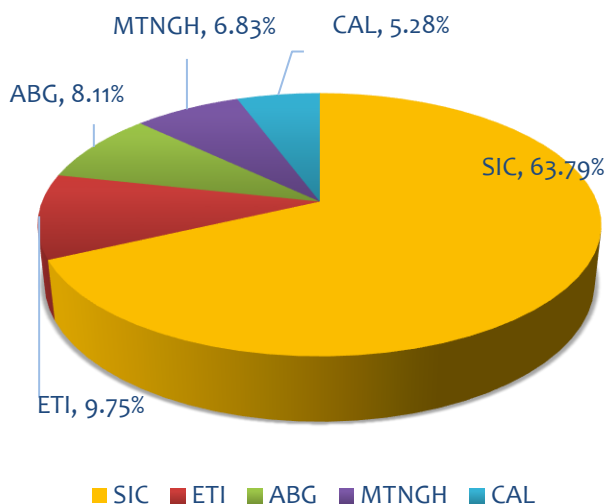
Market Capitalization for Week Ending 21/07/2023



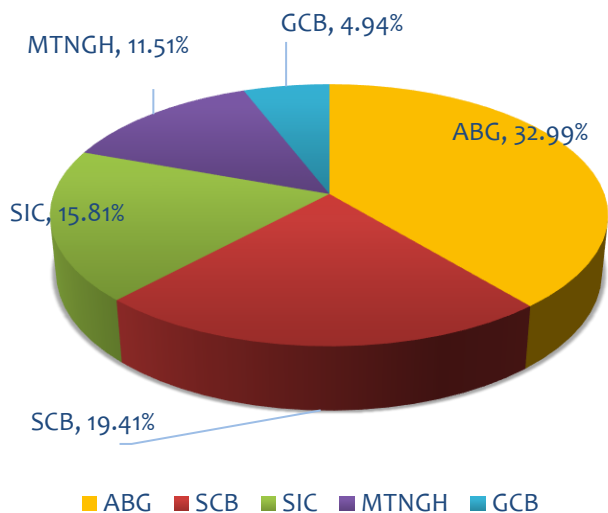
5 Best & 5 Worst Performing Stocks YTD Return



Best 5 Traded Equities by Volume for the Week Ending 21/07/2023



Best 5 Traded Equities by Value for the Week Ending 21/07/2023



CURRENCY MARKET

The Cedi depreciated marginally against the USD for the week. It traded at GH¢11.0032/\$, compared with GH¢11.0028/\$ at week open, reflecting w/w and YTD depreciations of 0.004% and 22.06% respectively. This compares with a loss of 19.65% a year ago.

The Cedi however inched up against the GBP for the week. It traded at GH¢14.1353/£, compared with GH¢14.4341/£ at week open, reflecting w/w gain and YTD depreciation of 2.11% and 27.05% respectively. This compares with a depreciation of 9.61% a year ago.

The Cedi again strengthened against the Euro for the week. It traded at GH¢12.2315/€, compared with GH¢12.3659/€ at week open, reflecting w/w appreciation and YTD depreciation of 1.10% and 25.23% respectively. This compares with a depreciation of 10.64% a year ago.

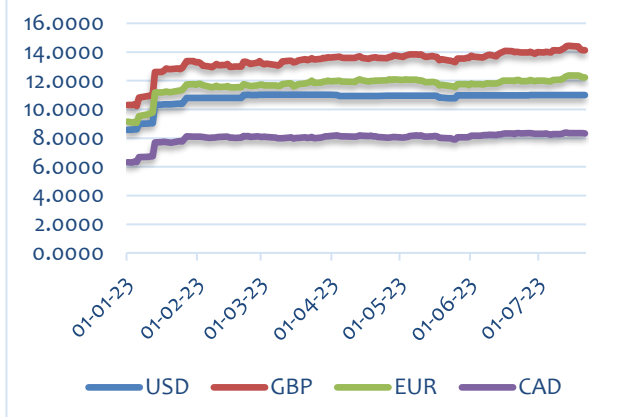
The Cedi appreciated marginally against the Canadian Dollar at week end. It opened at GH¢8.3480/C\$ but closed at GH¢8.3193/C\$, reflecting w/w gain and YTD depreciation of 0.34% and 24.01% respectively. This compares with a depreciation of 18.42% a year ago.

Weekly Interbank Foreign Exchange Rates

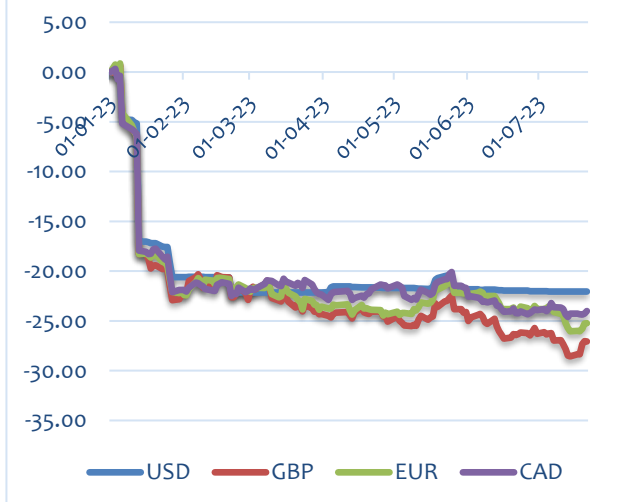
Currency Pair	Year Open	Week Open	Week Close	Change%	YTD %
	01-01-22	17-07-23	21-07-23		
USD/GHS	8.5760	11.0028	11.0032	▼ 0.004	▼ 22.06
GBP/GHS	10.3118	14.4341	14.1353	▲ 2.11	▼ 27.05
EUR/GHS	9.1457	12.3659	12.2315	▲ 1.10	▼ 25.23
CAD/GHS	6.3222	8.3480	8.3193	▲ 0.34	▼ 24.01

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¢2,699.05 million for the week across the 91-Day, 182-Day and 364-Day Treasury Bills. This compared with GH¢2,126.22 million raised in the previous week.

The 91-Day Bill settled at 24.92% p.a. from 24.69% p.a. last week whilst the 182-Day Bill settled at 26.81% p.a. from 26.41% p.a. last week. The 364-Day Bill settled at 30.05% p.a. from 29.65% p.a. previously.

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	17-07-23	21-07-23		
91 Day TB	35.36	24.69	24.92	▲ 0.95	▼ 29.53
182 Day TB	35.98	26.41	26.81	▲ 1.51	▼ 25.50
364 Day TB	35.89	29.65	30.05	▲ 1.34	▼ 16.30

Source: Bank of Ghana

zThe Ghana Market Summary			
	Current	Previous	Change
Bid (GH¢' M)	2,699.05	2,126.22	▲ 26.94%
Issuance (GH¢' M)	2,699.38	2,126.22	▲ 26.96%
Target (GH¢' M)	2,654	1,778	▲ 49.27%
Maturity (GH¢' M)	2,499.56	1,675.15	▲ 49.21%
Target coverage ratio	1.02	1.20	na
Maturity coverage ratio	1.08	1.27	na
Bid / Cover ratio	1.00	1.00	na

Source: Bank of Ghana

COMMODITY MARKET

Oil prices were steady last week, hovering near three-month highs on the back of signs of tighter supplies and pledges by Chinese authorities to shore up the world's second-biggest economy. Brent futures traded at US\$81.07 a barrel, compared to US\$79.87 at week open, reflecting w/w gain and YTD depreciation of 1.50% and 5.63% respectively.

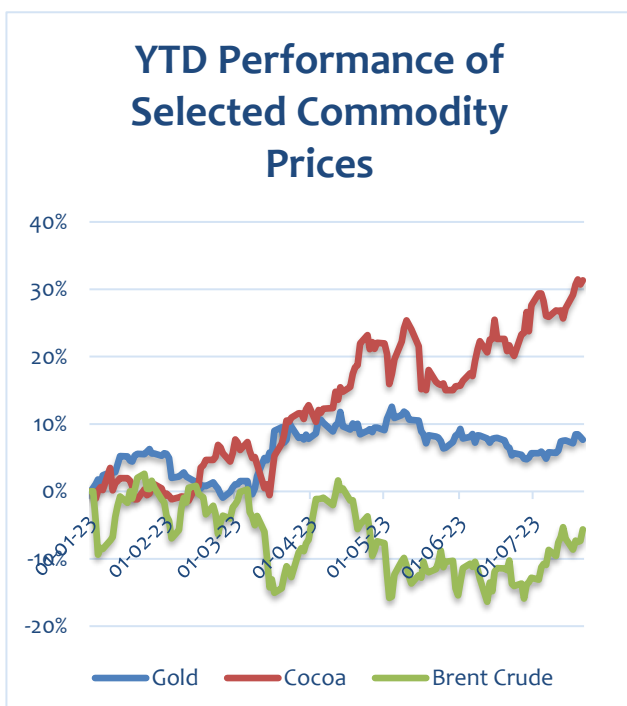
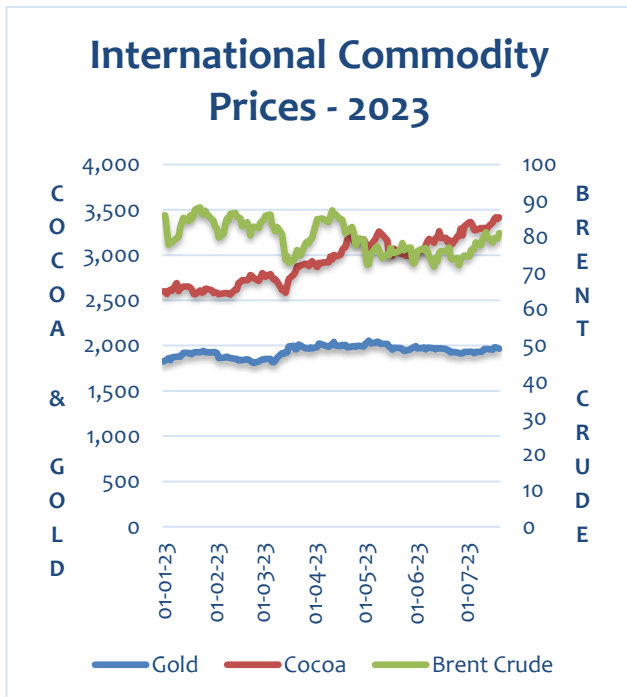
Gold prices rose marginally last week, closing on a positive note, amid increasing bets that the Federal Reserve was close to ending its rate hike cycle. Gold settled at US\$1,966.60, from US\$1,964.40 last week, reflecting w/w and YTD appreciations of 0.11% and 7.69% respectively.

The price of Cocoa increased for the week. Cocoa traded at US\$3,415.00 per tonne on Friday, from US\$3,307.00 last week, reflecting w/w and YTD appreciations of 3.27% and 31.55% respectively.

International Commodity Prices

Commodities	Year Open	Week Open	Week Close	Chg%	YTD %
	01-01-23	17-07-23	21-07-23		
Brent crude oil (USD/bbl)	85.91	79.87	81.07	▲ 1.50	▼ 5.63
Gold (USD/t oz.)	1,826.20	1,964.40	1,966.60	▲ 0.11	▲ 7.69
Cocoa (USD/MT)	2,600.00	3,307.00	3,415.00	▲ 3.27	▲ 31.35

Source: www.investing.com



BUSINESS TERM OF THE WEEK

Special Drawing Rights (SDR): The SDR is an international reserve asset created by the IMF to supplement the official reserves of its member countries.

The SDR is not a currency. It is a potential claim on the freely usable currencies of IMF members. As such, SDRs can provide a country with liquidity.

A basket of currencies defines the SDR: the US dollar, Euro, Chinese Yuan, Japanese Yen, and the British Pound.

Source: <https://www.imf.org/en/Topics/special-drawing-right>

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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