

CIDAN INVESTMENTS LIMITED



WEEKLY MARKET REVIEW FOR WEEK ENDING

July 5, 2024

MACROECONOMIC INDICATORS

Q1, 2024 Real GDP Growth	4.7%
Average Real GDP Growth for 2024	4.7%
2024 Projected Real GDP Growth	2.8%
BoG Policy Rate	29.0%
Weekly Interbank Interest Rate	28.83%
Inflation for May, 2024	23.1%
End Period Inflation Target – 2024	15.0%
Budget Deficit (% GDP) – Dec, 2023	4.6%
2024 Budget Deficit Target (%GDP)	3.0%
Public Debt (billion GH¢) – Feb, 2024	658.6
Debt to GDP Ratio – Feb, 2024	62.7%

STOCK MARKET REVIEW

The Ghana Stock Exchange closed higher for the week on the back of price increases by 4 counters. The GSE Composite Index (GSE-CI) gained 120.88 points (+3.16%) for the week to close at 3,950.49 points, reflecting a year-to-date (YTD) gain of 26.20%. The GSE Financial Stocks Index (GSE-FI) however lost 12.65 points (-0.60%) for the week to close at 2,102.39 points, reflecting a year-to-date (YTD) gain of 10.56%.

Market capitalization increased by 2.12% to close the week at GH¢86,900.38 million, from GH¢85,096.58 million at the close of the previous week. This reflects a YTD gain of 17.60%.

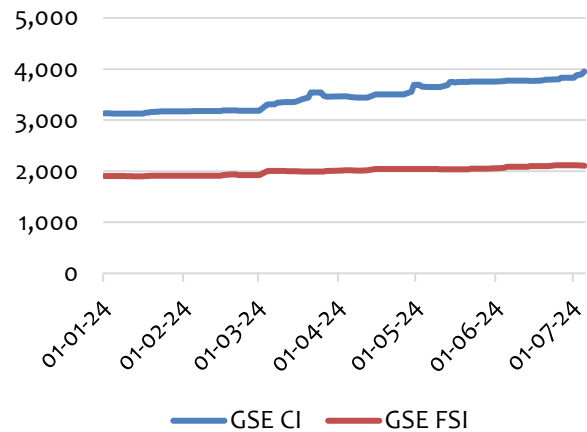
The week recorded a total of 14,646,560 shares valued at GH¢45,103,823.59, compared with 35,763,660 shares, valued at GH¢67,732,671.38 traded in the preceding week.

MTNGH dominated the volume of trades for the week while EGH dominated the value of trades for the week accounting for 70.84% and 56.20% of the volume and value of shares traded respectively. The market ended the week with 4 growers and 2 decliners as indicated in the table below.

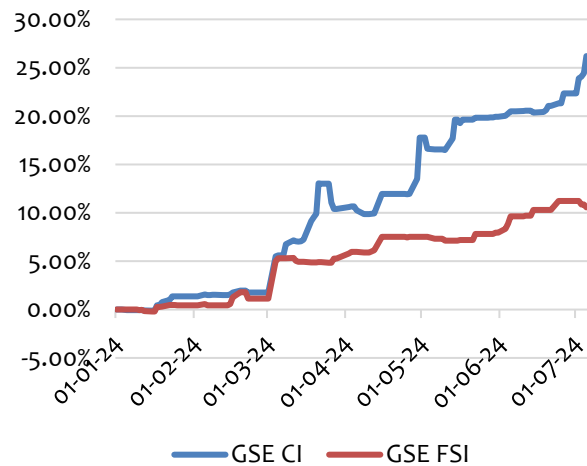
Price Movers for the Week			
Equity	Opening Price	Closing Price	Gain/Loss (%)
TOTAL	9.67	11.55	▲19.44%
ALLGH	4.80	5.51	▲14.79%
MTNGH	1.81	1.90	▲4.91%
GLD	345.19	352.90	▲2.23%
EGL	2.39	2.00	▼16.32%
CAL	0.35	0.34	▼2.86%

Source: Ghana Stock Exchange

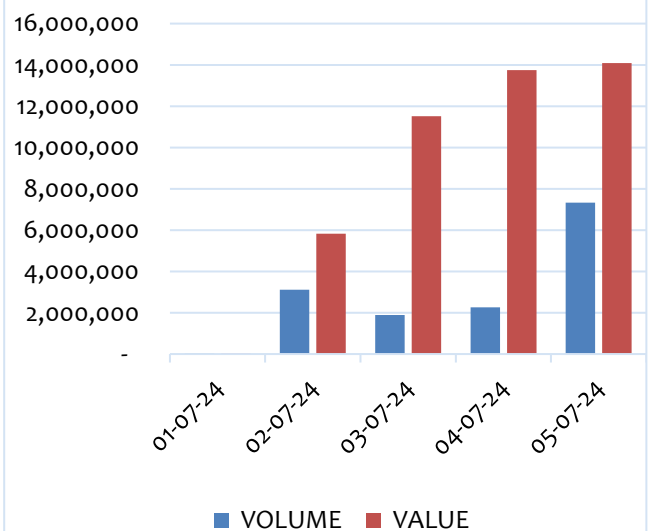
Trend in Market Indices - 2024



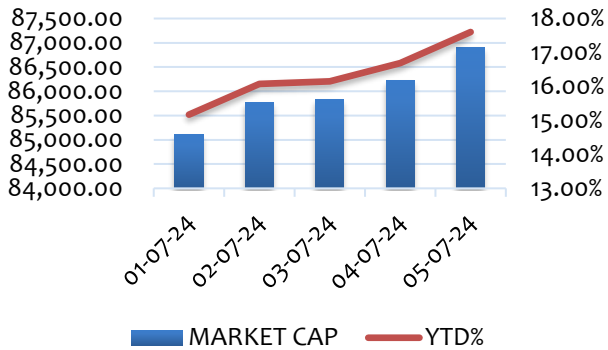
YTD Performance of GSE Market Indices



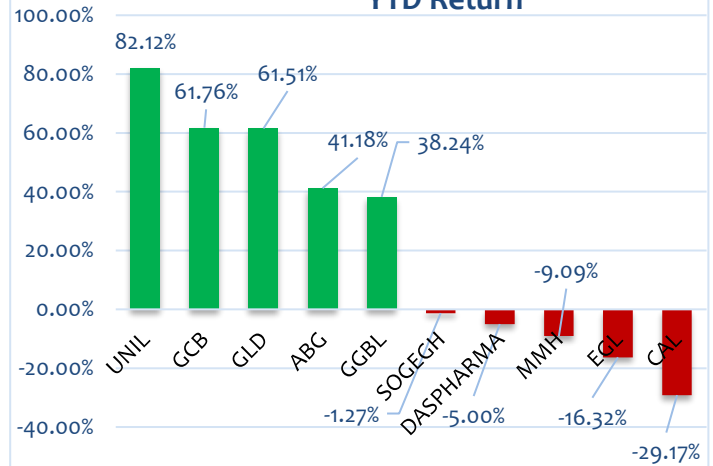
Volume and Value of Trades for Week Ending 05/07/2024



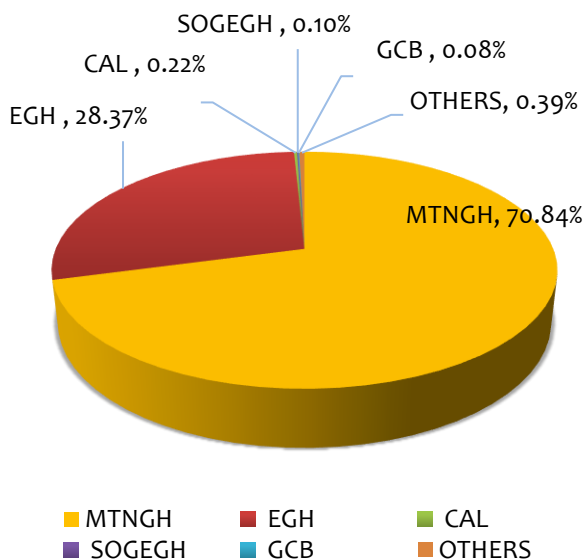
Market Capitalization for Week Ending 05/07/2024



5 Best & 5 Worst Performing Stocks YTD Return



Best 5 Traded Equities by Volume for the Week Ending 05/07/2024



CURRENCY MARKET

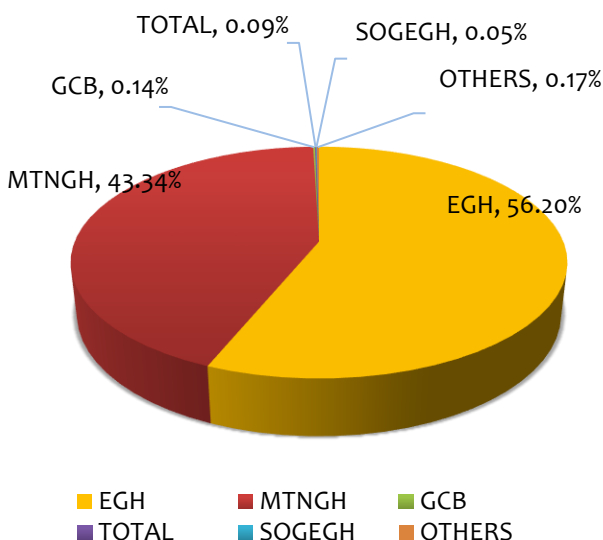
The Cedi extended its 3-month losing streak against the USD for the week. It traded at GH¢14.6707/\$, compared with GH¢14.5860/\$ at week open, reflecting w/w and YTD depreciations of 0.58% and 19.02% respectively. This compares with a loss of 22.04% a year ago.

The Cedi also furthered its depreciation run against the GBP for the week. It traded at GH¢18.7844/£, compared with GH¢18.4375/£ at week open, reflecting w/w and YTD losses of 1.85% and 19.44% respectively. This compares with a depreciation of 26.97% a year ago.

The Cedi declined marginally against the Euro for the week. It traded at GH¢15.8833/€, compared with GH¢15.6270/€ at week open, reflecting w/w and YTD depreciations of 1.61% and 17.36% respectively. This compares with a depreciation of 24.11% a year ago.

The Cedi again lost against the Canadian Dollar for the week. It opened at GH¢10.6631/C\$ but closed at GH¢10.7625/C\$, reflecting w/w and YTD losses of 0.92% and 16.27% respectively. This compares with a depreciation of 23.62% a year ago.

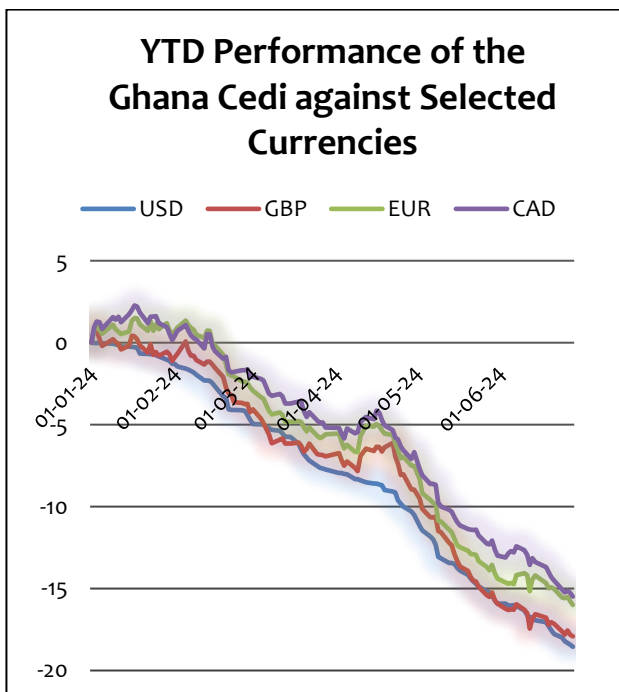
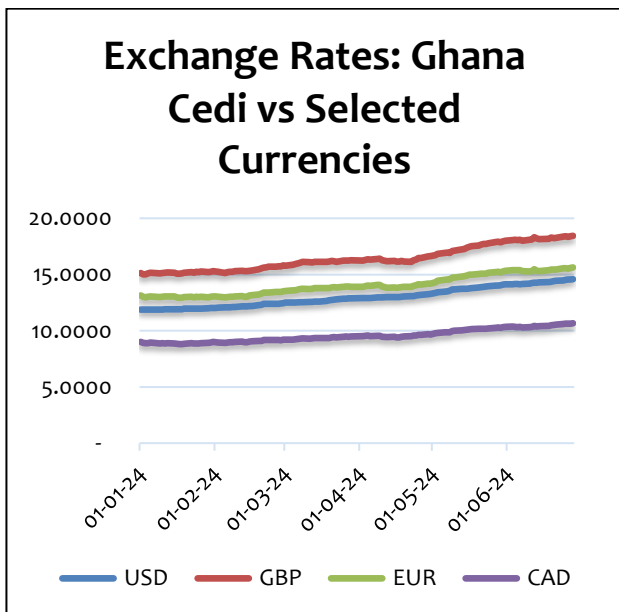
Best 5 Traded Equities by Value for the Week Ending 05/07/2024



Weekly Interbank Foreign Exchange Rates

Currency Pair	Year Open	Week Open	Week Close	Change%	YTD %
	01-01-24	01-07-24	05-07-24		
USD/GHS	11.8800	14.5860	14.6707	▼ 0.58	▼ 19.02
GBP/GHS	15.1334	18.4375	18.7844	▼ 1.85	▼ 19.44
EUR/GHS	13.1264	15.6270	15.8833	▼ 1.61	▼ 17.36
CAD/GHS	9.0112	10.6631	10.7625	▼ 0.92	▼ 16.27

Source: Bank of Ghana



GOVERNMENT SECURITIES MARKET

The government raised a sum of GH¢3,344.64 million for the week across the 91-Day, 182-Day and 364-Day Treasury Bills. This compared with GH¢2,995.30 million raised in the previous week.

The 91-Day Bill settled at 24.79% p.a. from 24.87% p.a. last week whilst the 182-Day Bill settled at 26.75% p.a. from 26.80% p.a. last week. The 364-Day Bill settled at 27.79% p.a. from 27.79% p.a. last week.

The tables below highlight primary market activity at the close of the week.

Security	Year Open	Previous Yield %	Current Yield %	WoW Chg (%)	YTD Chg (%)
	01-01-24	01-07-24	05-07-24		
91 Day TB	29.24	24.87	24.79	▼ 0.31	▼ 15.22
182 Day TB	31.88	26.80	26.75	▼ 0.20	▼ 16.11
364 Day TB	32.49	27.79	27.79	0.00	▼ 14.46

Source: Bank of Ghana

The Ghana Market Summary			
	Current	Previous	Change
Bid (GH¢' M)	3,344.64	2,995.30	▲ 11.66%
Issuance (GH¢' M)	3,344.64	2,995.83	▲ 11.64%
Target (GH¢' M)	3,247	2,656	▲ 22.25%
Maturity (GH¢' M)	3,376.36	2,122.24	▲ 59.09%
Target coverage ratio	1.03	1.13	na
Maturity coverage ratio	0.99	1.41	na
Bid / Cover ratio	1.00	1.00	na

Source: Bank of Ghana

COMMODITY MARKET

Oil prices steadied as markets watched for the potential impact of tropical storm Beryl on U.S. oil production, while ongoing ceasefire talks between Israel and Hamas remained in focus. Brent futures traded at US\$86.54 a barrel, compared to US\$86.41 at week open, reflecting w/w and YTD appreciations of 0.15% and 12.33% respectively.

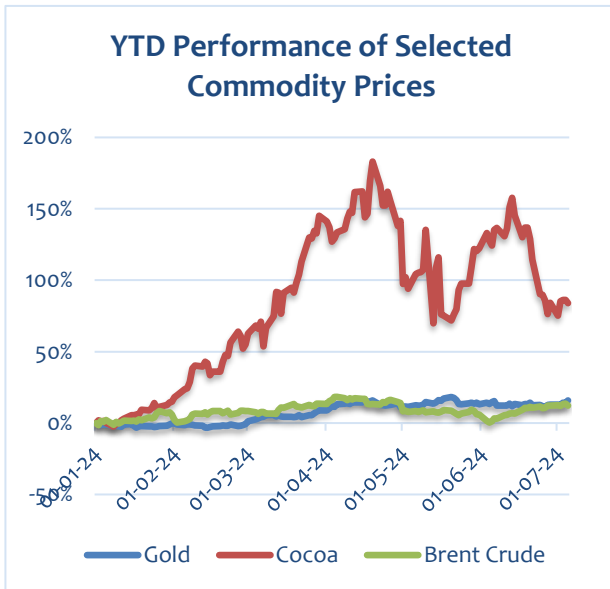
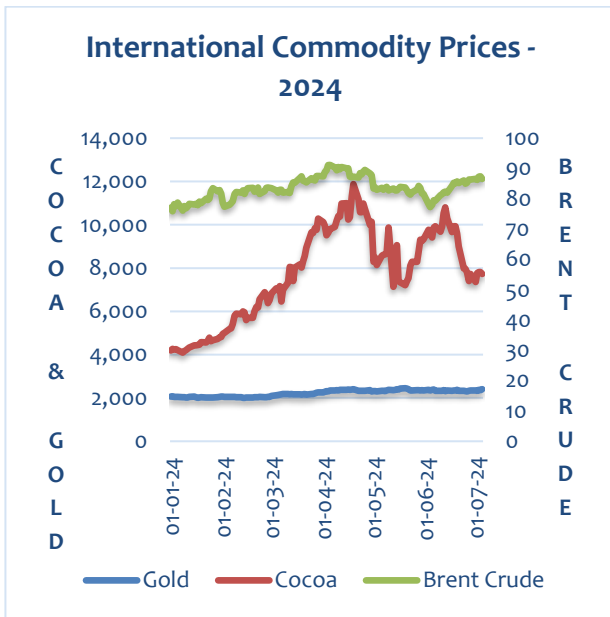
Gold prices rose, recouping some overnight losses as traders held out for dovish signals from an upcoming testimony from Federal Reserve Chair Jerome Powell. Gold settled at US\$2,397.70, from US\$2,339.60 last week, reflecting w/w and YTD gains of 2.48% and 15.73% respectively.

The price of Cocoa closed lower for the fourth straight week. Cocoa traded at US\$7,721.00 per tonne on Friday, from US\$7,729.00 last week, reflecting w/w loss and YTD gain of 0.10% and 84.01% respectively.

International Commodity Prices

Commodities	Year Open	Week Open	Week Close	Chg%	YTD %
	01-01-24	01-07-24	05-07-24		
Brent crude oil (USD/bbl)	77.04	86.41	86.54	▲ 0.15	▲ 12.33
Gold (USD/t oz.)	2,071.80	2,339.60	2,397.70	▲ 2.48	▲ 15.73
Cocoa (USD/MT)	4,196.00	7,729.00	7,721.00	▼ 0.10	▲ 84.01

Source: www.investing.com.



BUSINESS TERM OF THE WEEK

Quality Control: It is a process through which a business seeks to ensure that product quality is maintained or improved. Quality control requires the company to create an environment where management and employees strive for perfection. This is done by training personnel, creating benchmarks for product quality, and testing products to check for statistically significant variations.

Source:

<https://www.investopedia.com/terms/q/quality-control.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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