

CIDAN INVESTMENTS LIMITED



WEEKLY MARKET REVIEW FOR WEEK ENDING

July 12, 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 June, 2024 | 22.8% |
| 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 6 counters. The GSE Composite Index (GSE-CI) gained 136.05 points (+3.44%) for the week to close at 4,086.54 points, reflecting a year-to-date (YTD) gain of 30.55%.

The GSE Financial Stocks Index (GSE-FI) however lost 18.45 points (-0.88%) for the week to close at 2,083.94 points, reflecting a year-to-date (YTD) gain of 9.59%.

Market capitalization increased by 2.27% to close the week at GH¢88,877.10 million, from GH¢86,900.38 million at the close of the previous week. This reflects a YTD gain of 20.28%.

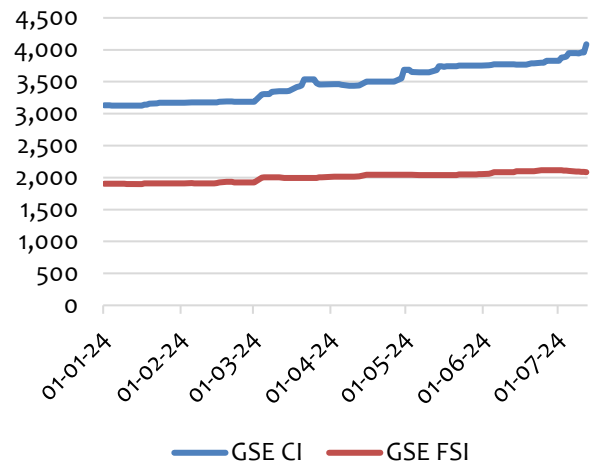
The week recorded a total of 2,475,535 shares valued at GH¢4,977,369.32, compared with 14,646,560 shares, valued at GH¢45,103,823.59 traded in the preceding week.

EGL dominated both the volume and the value of trades for the week accounting for 59.34% and 45.79% of the volume and value of shares traded respectively. The market ended the week with 6 advancers and 1 laggard as indicated in the table below.

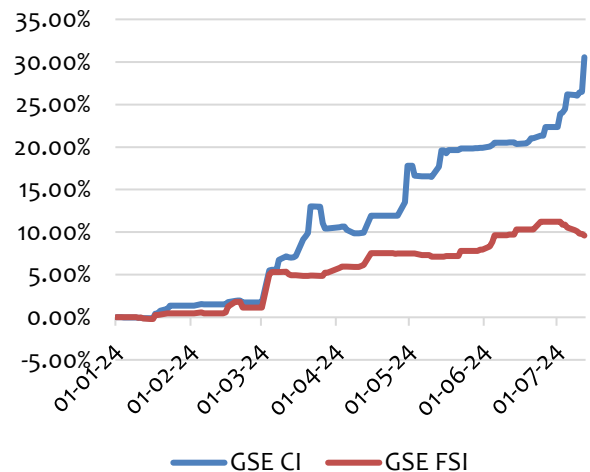
| Price Movers for the Week | | | |
|---------------------------|---------------|---------------|---------------|
| Equity | Opening Price | Closing Price | Gain/Loss (%) |
| ALLGH | 5.51 | 6.00 | ▲ 8.89% |
| TOTAL | 11.55 | 12.37 | ▲ 7.10% |
| MTNGH | 1.90 | 2.01 | ▲ 5.85% |
| BOPP | 22.21 | 23.00 | ▲ 3.56% |
| GLD | 352.90 | 359.52 | ▲ 1.88% |
| FML | 3.68 | 3.70 | ▲ 0.54% |
| EGL | 2.00 | 1.37 | ▼ 31.50% |

Source: Ghana Stock Exchange

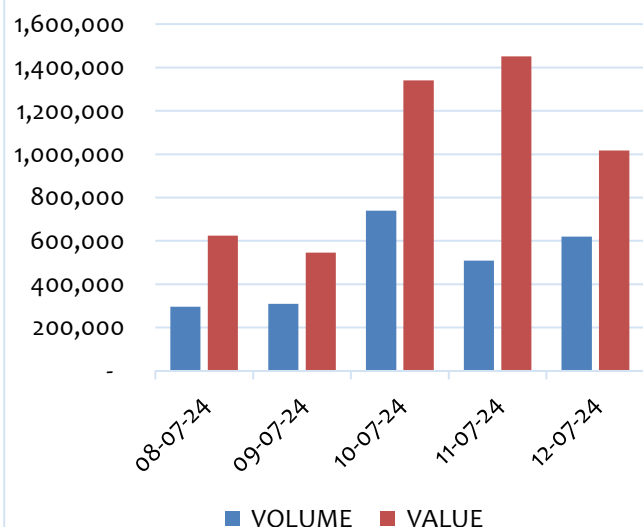
Trend in Market Indices - 2024



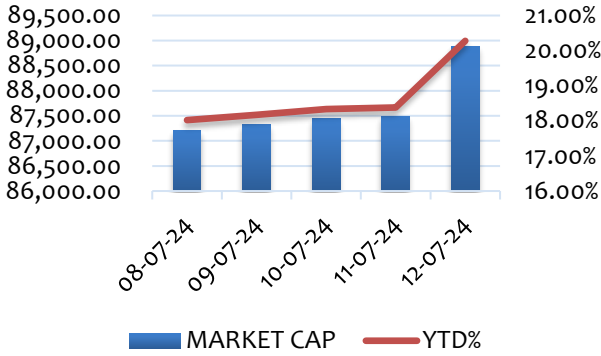
YTD Performance of GSE Market Indices



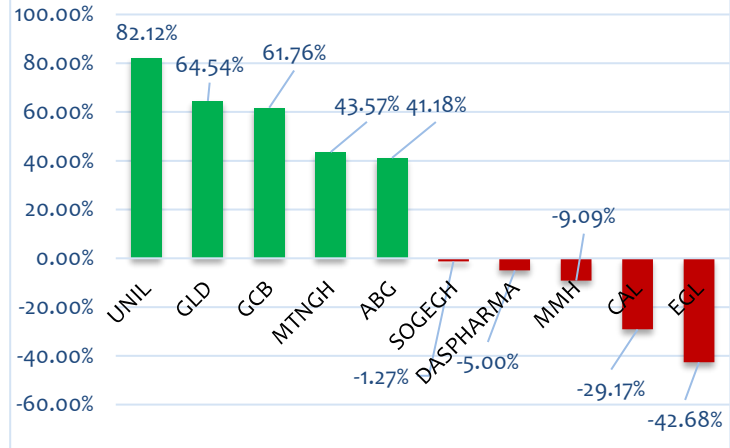
Volume and Value of Trades for Week Ending 12/07/2024



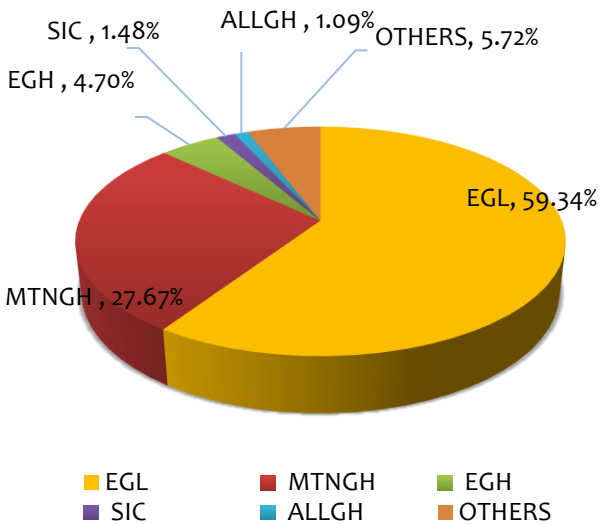
Market Capitalization for Week Ending 12/07/2024



5 Best & 5 Worst Performing Stocks YTD Return



Best 5 Traded Equities by Volume for the Week Ending 12/07/2024



CURRENCY MARKET

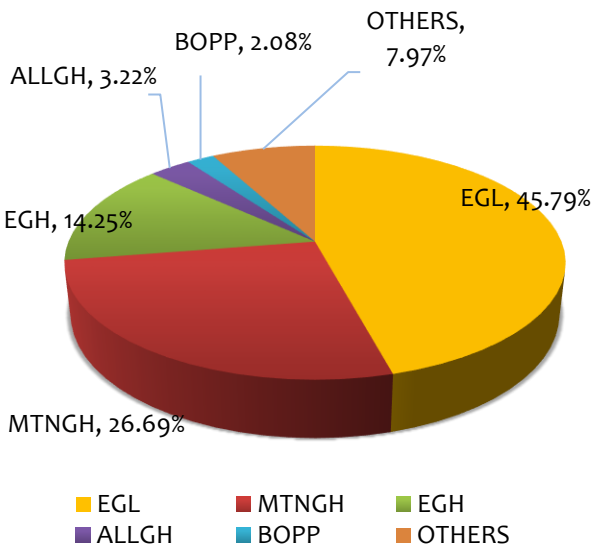
The Cedi continued its depreciation run against the USD for the week. It traded at GH¢14.6707/\$, compared with GH¢14.7172/\$ at week open, reflecting w/w and YTD depreciations of 0.32% and 19.28% respectively. This compares with a loss of 22.06% a year ago.

The Cedi also extended its losing streak against the GBP for the week. It traded at GH¢19.1096/£, compared with GH¢18.7844/£ at week open, reflecting w/w and YTD losses of 1.70% and 20.81% respectively. This compares with a depreciation of 28.56% a year ago.

The Cedi lost grounds against the Euro for the week. It traded at GH¢16.0457/€, compared with GH¢15.8833/€ at week open, reflecting w/w and YTD depreciations of 1.01% and 18.19% respectively. This compares with a depreciation of 26.04% a year ago.

The Cedi also declined against the Canadian Dollar for the week. It opened at GH¢10.7625/C\$ but closed at GH¢10.8012/C\$, reflecting w/w and YTD losses of 0.36% and 16.57% respectively. This compares with a depreciation of 24.27% a year ago.

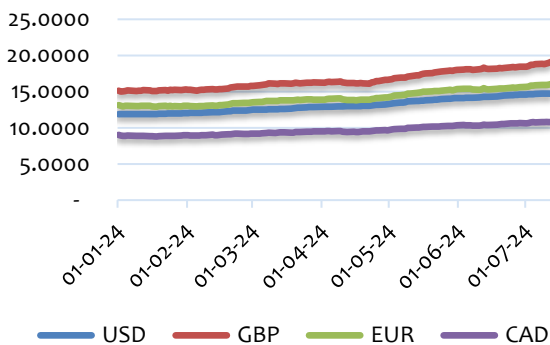
Best 5 Traded Equities by Value for the Week Ending 12/07/2024



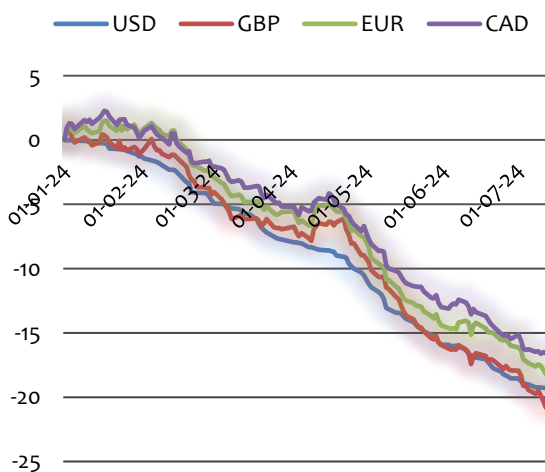
| Weekly Interbank Foreign Exchange Rates | | | | | |
|---|-----------|-----------|------------|---------|---------|
| Currency Pair | Year Open | Week Open | Week Close | Change% | YTD % |
| | 01-01-24 | 08-07-24 | 12-07-24 | | |
| USD/GHS | 11.8800 | 14.6707 | 14.7172 | ▼ 0.32 | ▼ 19.28 |
| GBP/GHS | 15.1334 | 18.7844 | 19.1096 | ▼ 1.70 | ▼ 20.81 |
| EUR/GHS | 13.1264 | 15.8833 | 16.0457 | ▼ 1.01 | ▼ 18.19 |
| CAD/GHS | 9.0112 | 10.7625 | 10.8012 | ▼ 0.36 | ▼ 16.57 |

Source: Bank of Ghana

Exchange Rates: Ghana Cedi vs Selected Currencies



YTD Performance of the Ghana Cedi against Selected Currencies



GOVERNMENT SECURITIES MARKET

The government raised a sum of GH¢4,488.28 million for the week across the 91-Day, 182-Day and 364-Day Treasury Bills. This compared with GH¢3,344.64 million raised in the previous week.

The 91-Day Bill settled at 24.79% p.a. from 24.79% p.a. last week whilst the 182-Day Bill settled at 26.75% p.a. from 26.75% 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 | 08-07-24 | 12-07-24 | | |
| 91 Day TB | 29.24 | 24.79 | 24.79 | 0.00 | ▼15.22 |
| 182 Day TB | 31.88 | 26.75 | 26.75 | 0.00 | ▼16.11 |
| 364 Day TB | 32.49 | 27.79 | 27.79 | ▲0.001 | ▼14.46 |

Source: Bank of Ghana

| The Ghana Market Summary | | | |
|--------------------------|----------|----------|---------|
| | Current | Previous | Change |
| Bid (GH¢' M) | 4,488.28 | 3,344.64 | ▲34.19% |
| Issuance (GH¢' M) | 4,488.28 | 3,344.64 | ▲34.19% |
| Target (GH¢' M) | 4,721 | 3,247 | ▲45.40% |
| Maturity (GH¢' M) | 4,445.36 | 3,376.36 | ▲31.66% |
| Target coverage ratio | 0.95 | 1.03 | na |
| Maturity coverage ratio | 1.01 | 0.99 | na |
| Bid / Cover ratio | 1.00 | 1.00 | na |

Source: Bank of Ghana

COMMODITY MARKET

Oil prices dipped on worries of a slowing Chinese economy crimping demand. Brent futures traded at US\$85.03 a barrel, compared to US\$86.54 at week open, reflecting w/w loss and YTD appreciation of 1.74% and 10.37% respectively.

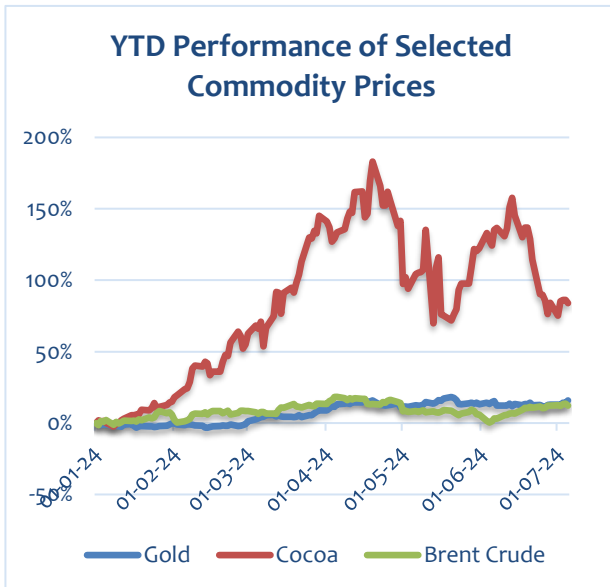
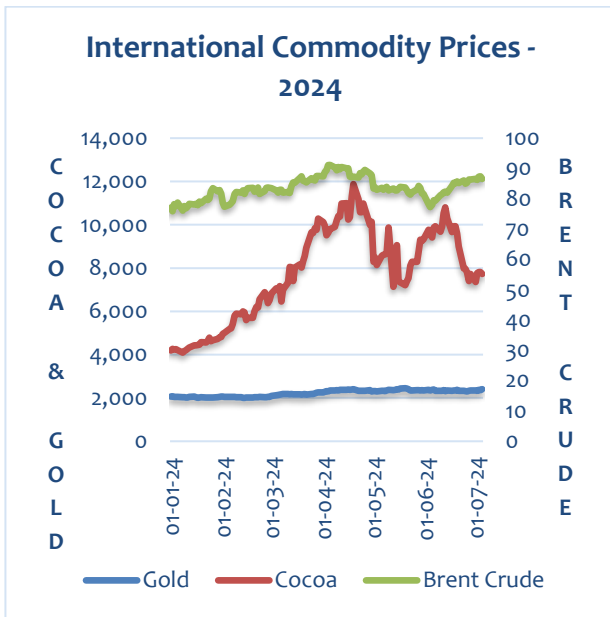
Gold prices inched up coming within sight of new highs amid increased bets that the Federal Reserve will begin cutting rates from September. Gold settled at US\$2,420.70, from US\$2,397.70 last week, reflecting w/w and YTD gains of 0.96% and 16.84% respectively.

The price of Cocoa closed higher, ending its month-long losing streak. Cocoa traded at US\$8,523.00 per tonne on Friday, from US\$7,721.00 last week, reflecting w/w and YTD appreciations of 10.39% and 103.12% respectively.

International Commodity Prices

| Commodities | Year Open | Week Open | Week Close | Chg% | YTD % |
|---------------------------|-----------|-----------|------------|--------|---------|
| | 01-01-24 | 08-07-24 | 12-07-24 | | |
| Brent crude oil (USD/bbl) | 77.04 | 86.54 | 85.03 | ▼1.74 | ▲10.37 |
| Gold (USD/t oz.) | 2,071.80 | 2,397.70 | 2,420.70 | ▲0.96 | ▲16.84 |
| Cocoa (USD/MT) | 4,196.00 | 7,721.00 | 8,523.00 | ▲10.39 | ▲103.12 |

Source: www.investing.com



INVESTMENT TERM OF THE WEEK

Churning: It is the illegal and unethical practice by a broker of excessively trading assets in a client's account in order to generate commissions. While there is no quantitative measure for churning, frequent buying and selling of stocks or any assets that do little to meet the client's investment objectives may be evidence of churning.

Source:

<https://www.investopedia.com/terms/c/churning.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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