

CIDAN INVESTMENTS LIMITED



WEEKLY MARKET REVIEW FOR WEEK ENDING

August 2, 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) – Jun, 2024	3.4%
2024 Budget Deficit Target (%GDP)	3.0%
Public Debt (billion GH¢) – Jun, 2024	742.0
Debt to GDP Ratio – Jun, 2024	70.6%

STOCK MARKET REVIEW

The Ghana Stock Exchange closed higher for the week on the back of price increases by 5 counters. The GSE Composite Index (GSE-CI) gained 112.98 points (+2.52%) for the week to close at 4,586.28 points, reflecting a year-to-date (YTD) gain of 46.52%.

The GSE Financial Stocks Index (GSE-FI) also gained 6.99 points (+0.33%) for the week to close at 2,115.52 points, reflecting a year-to-date (YTD) gain of 11.25%.

Market capitalization increased by 1.12% to close the week at GH¢94,355.99 million, from GH¢93,307.40 million at the close of the previous week. This reflects a YTD gain of 27.94%.

The week recorded a total of 735,157 shares valued at GH¢1,944,468.33, compared with 1,692,719 shares, valued at GH¢15,523,453.89 traded in the preceding week.

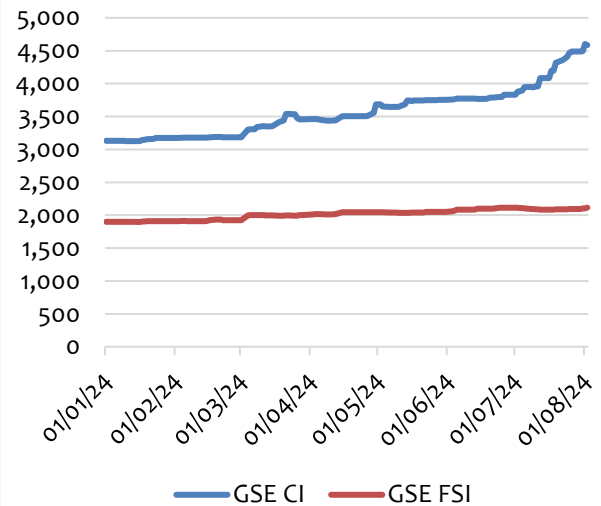
MTNGH dominated both the volume and value of trades for the week accounting for 61.74% and 55.29% of the volume and value of shares traded respectively.

The market ended the week with 5 advancers as indicated in the table below.

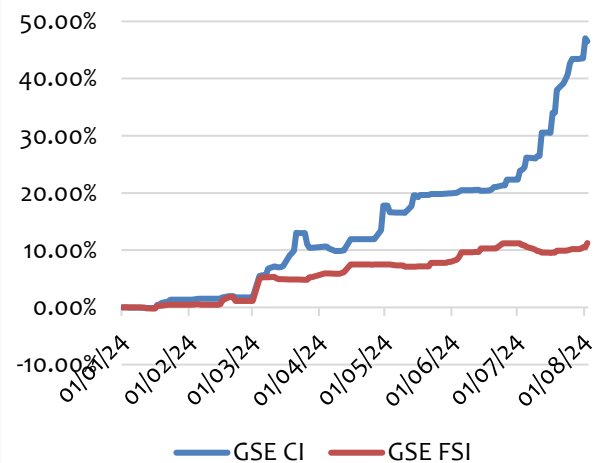
Price Movers for the Week			
Equity	Opening Price	Closing Price	Gain/Loss (%)
RBGH	0.48	0.52	▲ 8.33%
GCB	5.60	5.90	▲ 5.36%
MTNGH	2.34	2.41	▲ 2.99%
SCB	20.05	20.10	▲ 0.25%
BOPP	23.00	23.05	▲ 0.22%

Source: Ghana Stock Exchange

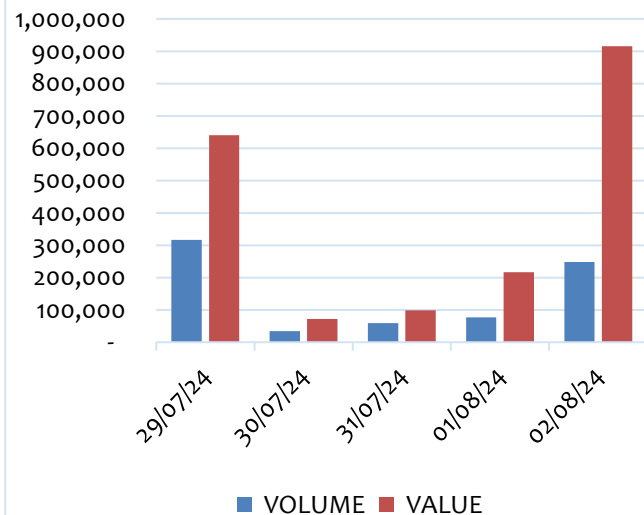
Trend in Market Indices - 2024



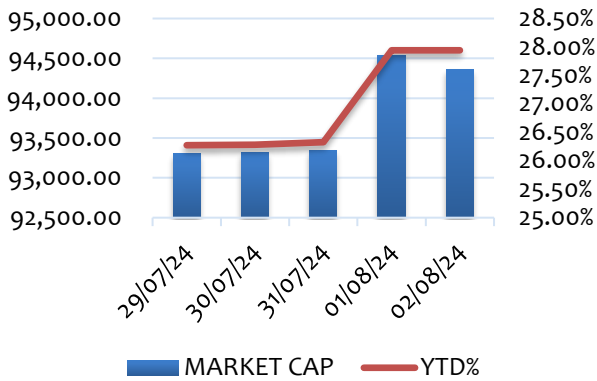
YTD Performance of GSE Market Indices



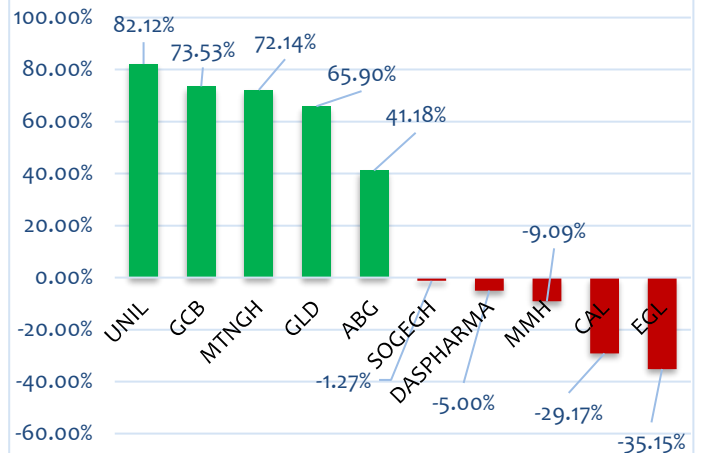
Volume and Value of Trades for Week Ending 02/08/2024



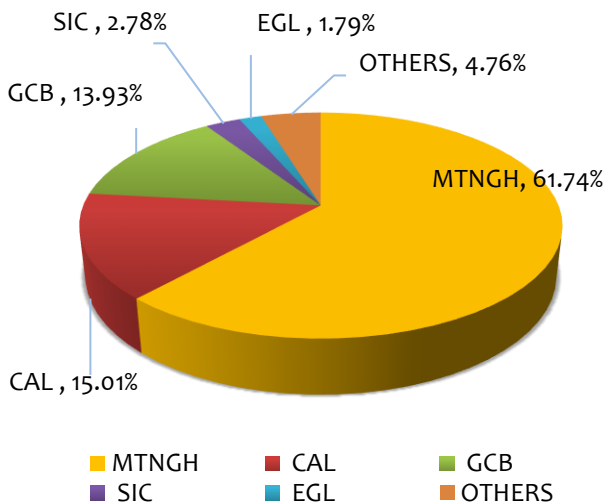
Market Capitalization for Week Ending 02/08/2024



5 Best & 5 Worst Performing Stocks YTD Return



Best 5 Traded Equities by Volume for the Week Ending 02/08/2024



CURRENCY MARKET

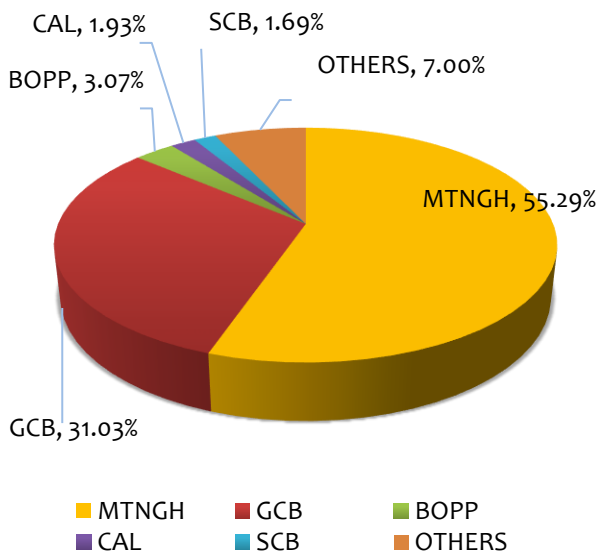
The Cedi edged closer to a 4-month depreciation run against the USD for the week. It traded at GH¢14.9696/\$, compared with GH¢14.8283/\$ at week open, reflecting w/w and YTD depreciations of 0.94% and 20.64% respectively. This compares with a loss of 22.05% a year ago.

The Cedi slipped against the GBP for the week. It traded at GH¢19.1409/£, compared with GH¢19.1009/£ at week open, reflecting w/w and YTD losses of 0.31% and 20.94% respectively. This compares with a depreciation of 26.29% a year ago.

The Cedi weakened further against the Euro for the week. It traded at GH¢16.3255/€, compared with GH¢16.1075/€ at week open, reflecting w/w and YTD depreciations of 1.34% and 19.60% respectively. This compares with a depreciation of 24.08% a year ago.

The Cedi also lost some grounds against the Canadian Dollar for the week. It opened at GH¢10.7183/C\$, but closed at GH¢10.8077/C\$, reflecting w/w and YTD losses of 0.83% and 16.62% respectively. This compares with a depreciation of 23.34% a year ago.

Best 5 Traded Equities by Value for the Week Ending 02/08/2024

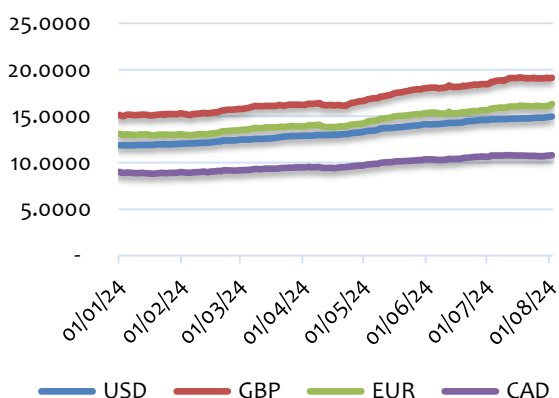


Weekly Interbank Foreign Exchange Rates

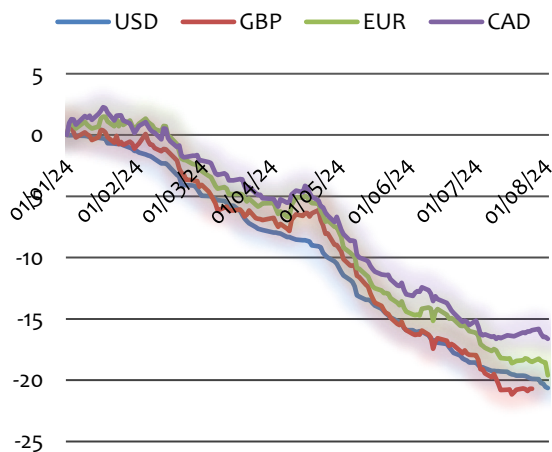
Currency Pair	Year Open	Week Open	Week Close	Change%	YTD %
	01-01-24	29-07-24	02-08-24		
USD/GHS	11.8800	14.8283	14.9696	▼0.94	▼20.64
GBP/GHS	15.1334	19.0818	19.1409	▼0.31	▼20.94
EUR/GHS	13.1264	16.1075	16.3255	▼1.34	▼19.60
CAD/GHS	9.0112	10.7183	10.8077	▼0.83	▼16.62

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¢3,803.81 million for the week across the 91-Day, 182-Day and 364-Day Treasury Bills. This compared with GH¢4,062.11 million raised in the previous week.

The 91-Day Bill settled at 24.82% p.a. from 24.79% p.a. last week whilst the 182-Day Bill settled at 26.76% p.a. from 26.74% p.a. last week. The 364-Day Bill settled at 27.86% p.a. from 27.86% 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	29-07-24	02-08-24		
91 Day TB	29.24	24.79	24.82	▲ 0.15	▼ 15.11
182 Day TB	31.88	26.74	26.76	▲ 0.08	▼ 16.06
364 Day TB	32.49	27.86	27.86	▲ 0.01	▼ 14.25

Source: Bank of Ghana

The Ghana Market Summary

	Current	Previous	Change
Bid (GH¢' M)	3,803.81	4,062.11	▼ 6.36%
Issuance (GH¢' M)	3,803.81	4,062.11	▼ 6.36%
Target (GH¢' M)	4,363	4,779	▼ 8.70%
Maturity (GH¢' M)	3,221.54	3,515.02	▼ 8.35%
Target coverage ratio	0.87	0.85	na
Maturity coverage ratio	1.18	1.16	na
Bid / Cover ratio	1.00	1.00	na

Source: Bank of Ghana

COMMODITY MARKET

Oil prices dipped lower, as a weak demand outlook after a global sell-off in markets countered price support from fears of an escalation in the Middle East conflict. Brent futures traded at US\$82.63 a barrel, compared to US\$82.63 at week open, reflecting w/w loss and YTD appreciation of 1.82% and 5.31% respectively.

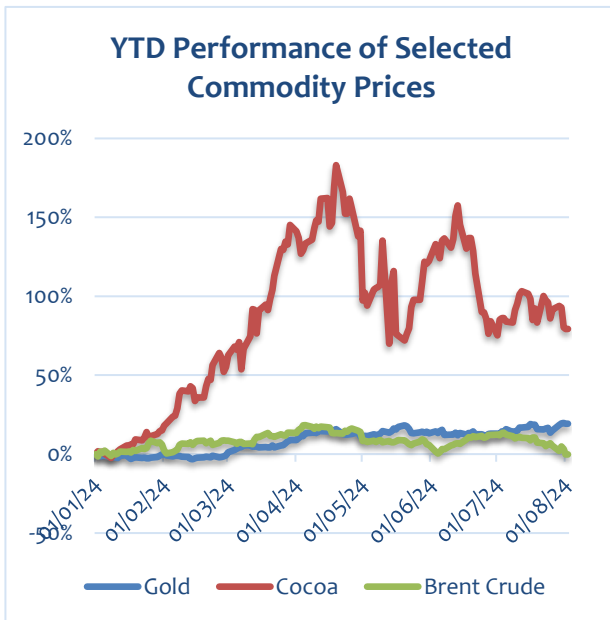
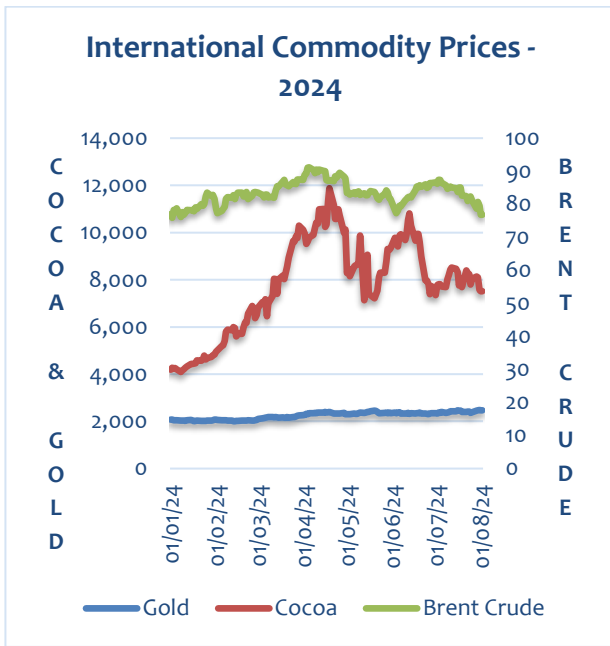
Gold prices rose as a rout in global markets, amid concerns over an economic slowdown, fuelled safe-haven buying into the yellow metal. Gold settled at US\$2,399.10, from US\$2,399.10 last week, reflecting w/w decline and YTD gain of 0.75% and 14.92% respectively.

The price of Cocoa declined for the week. Cocoa traded at US\$8,038.00 per tonne on Friday, from US\$7,689.00 last week, reflecting w/w and YTD appreciations of 4.54% and 91.56% respectively.

International Commodity Prices

Commodities	Year Open	Week Open	Week Close	Chg%	YTD %
	01-01-24	29-07-24	02-08-24		
Brent crude oil (USD/bbl)	77.04	81.13	76.81	▼ 5.32	▼ 0.30
Gold (USD/t oz.)	2,071.80	2,381.00	2,469.80	▲ 3.73	▲ 19.21
Cocoa (USD/MT)	4,196.00	8,038.00	7,520.00	▼ 6.44	▲ 79.22

Source: www.investing.com



INVESTMENT TERM OF THE WEEK

Harmonic Mean: It is a numerical average used in finance to average multiples like the price-to-earnings ratio. It is calculated by dividing the number of observations, or entries in the series, by the reciprocal of each number. Thus, the harmonic mean is the reciprocal of the arithmetic mean of the reciprocals.

Source:

<https://www.investopedia.com/terms/h/harmonic-coverage.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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