

CIDAN INVESTMENTS LIMITED



WEEKLY MARKET REVIEW FOR WEEK ENDING

September 8, 2023

MACROECONOMIC INDICATORS

Q1, 2023 Real GDP Growth	4.2%
Average Real GDP Growth for 2023	4.2%
2023 Projected Real GDP Growth	1.5%
BoG Policy Rate	30.0%
Weekly Interbank Interest Rate	27.3%
Inflation for July, 2023	43.1%
End Period Inflation Target – 2023	31.3%
Budget Deficit (% GDP) – June, 2023	0.8%
2023 Budget Deficit Target (%GDP)	7.7%
Public Debt (billion GH¢) – Jun, 2023	575.5
Debt to GDP Ratio – Jun, 2023	71.8%

STOCK MARKET REVIEW

The Ghana Stock Exchange closed higher for the week on the back of price gains by 4 counters. The GSE Composite Index (GSE-CI) gained 20.46 points (+0.67%) to close the week at 3,071.83 points, reflecting a year-to-date (YTD) gain of 25.69%. The GSE Financial Stocks Index (GSE-FI) also gained 8.75 points (+0.48%) to close the week at 1,764.64 points, reflecting a YTD loss of 14.03%.

Market capitalization increased by 0.31% to close the week at GH¢73,109.24 million, from GH¢72,886.84 million at the close of the previous week. This reflects a YTD gain of 13.33%.

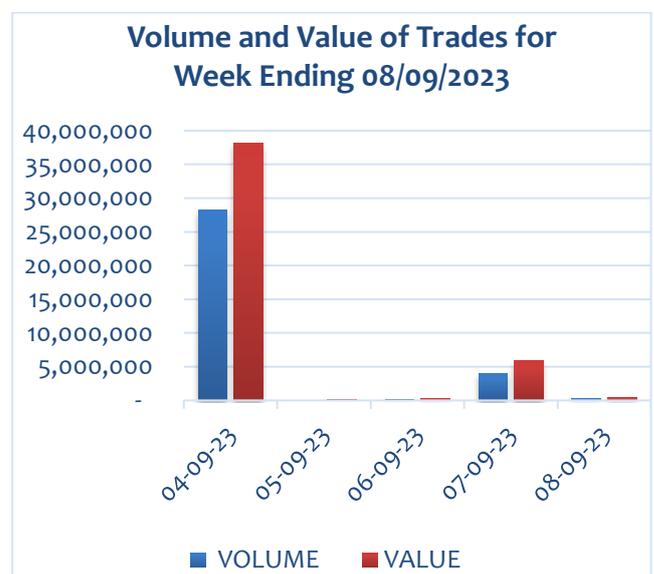
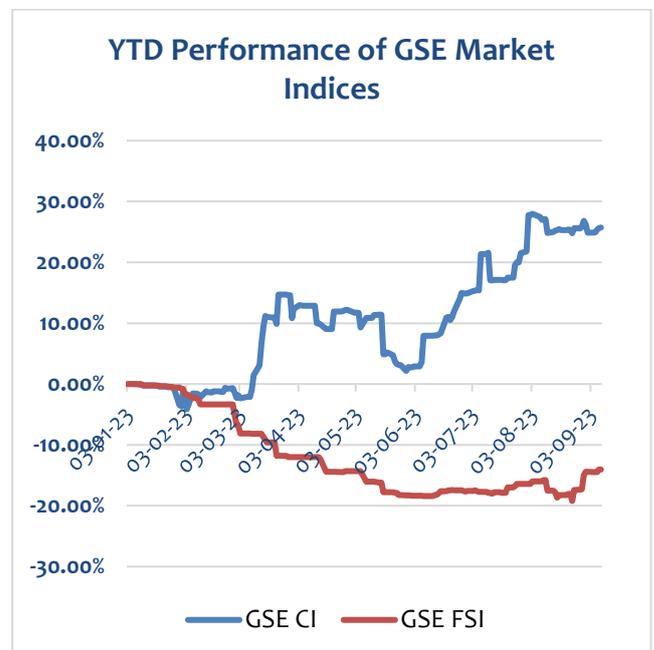
The week recorded a total of 32,686,742 shares valued at GH¢44,684,880.94 changing hands, compared with 1,644,283 shares, valued at GH¢2,633,098.25 in the preceding week.

MTNGH dominated both the volume and value of trades for the week, accounting for 99.49% and 99.22% of shares traded respectively.

The market ended the week with 4 advancers and 3 decliners as indicated in the table below.

Price Movers for the Week			
Equity	Opening Price	Closing Price	Gain/Loss (%)
FML	1.38	2.18	▲ 57.97%
UNIL	7.40	8.10	▲ 9.46%
GGBL	2.52	2.69	▲ 6.75%
SCB	16.65	17.30	▲ 3.90%
EGH	3.90	3.80	▼ 2.56%
GOIL	1.57	1.53	▼ 2.55%
CAL	0.61	0.60	▼ 1.64%

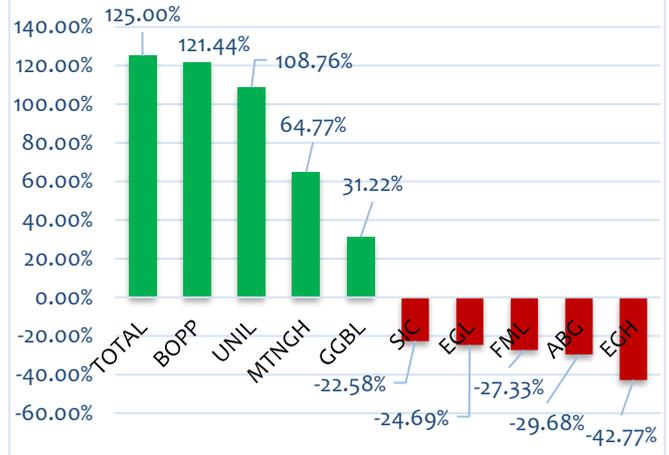
Source: Ghana Stock Exchange



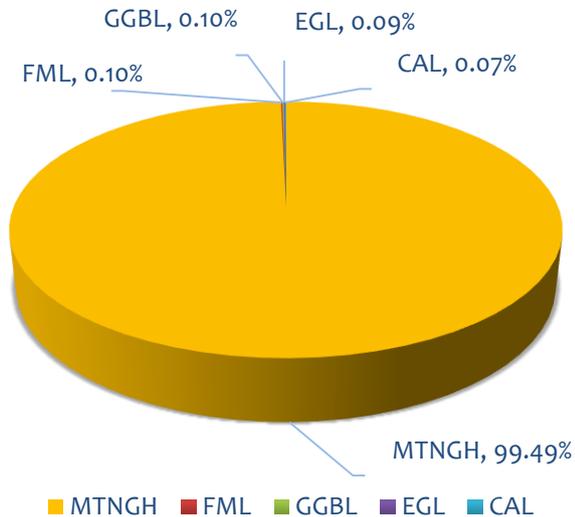
Market Capitalization for Week Ending 08/09/2023



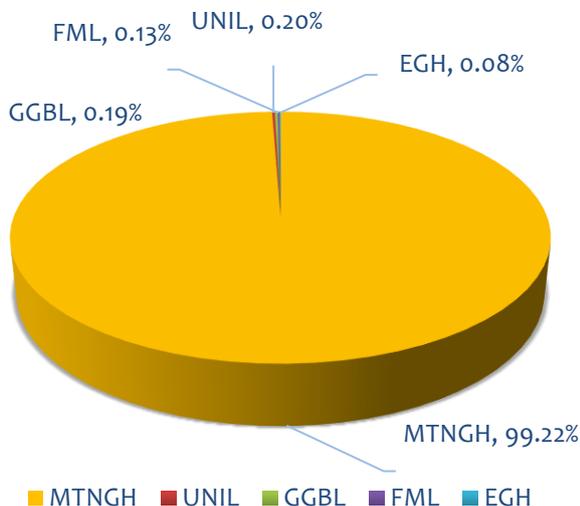
5 Best & 5 Worst Performing Stocks YTD Return



Best 5 Traded Equities by Volume for the Week Ending 08/09/2023



Best 5 Traded Equities by Value for the Week Ending 08/09/2023



CURRENCY MARKET

The Cedi depreciated marginally against the USD for the week. It traded at GH¢11.0516/\$, compared with GH¢11.0207/\$ at week open, reflecting w/w and YTD depreciations of 0.28% and 22.40% respectively. This compares with a loss of 27.26% a year ago.

The Cedi however strengthened against the GBP for the week. It traded at GH¢13.7913/£, compared with GH¢13.8762/£ at week open, reflecting w/w gain and YTD depreciation of 0.62% and 25.23% respectively. This compares with a depreciation of 15.13% a year ago.

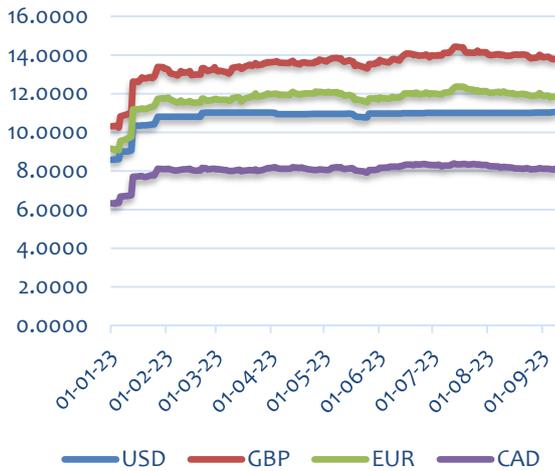
The Cedi again inched up against the Euro for the week. It traded at GH¢11.8391/€, compared with GH¢11.8844/€ at week open, reflecting w/w gain and YTD depreciation of 0.38% and 22.75% respectively. This compares with a depreciation of 17.75% a year ago.

The Cedi lost against the Canadian Dollar at week end. It opened at GH¢8.1026/C\$ but closed at GH¢8.1116/C\$, reflecting w/w and YTD depreciations of 0.11% and 22.06% respectively. This compares with a depreciation of 25.16% a year ago.

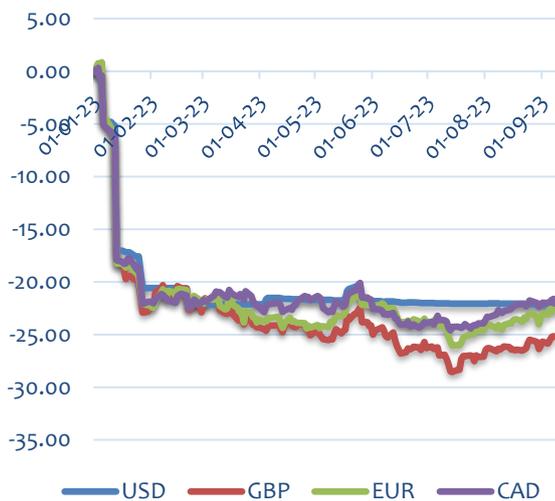
Weekly Interbank Foreign Exchange Rates					
Currency Pair	Year Open	Week Open	Week Close	Change %	YTD %
	01-01-22	04-09-23	08-09-23		
USD/GHS	8.5760	11.0207	11.0516	▼ 0.28	▼ 22.40
GBP/GHS	10.3118	13.8762	13.7913	▲ 0.62	▼ 25.23
EUR/GHS	9.1457	11.8844	11.8391	▲ 0.38	▼ 22.75
CAD/GHS	6.3222	8.1026	8.1116	▼ 0.11	▼ 22.06

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¢2,907.27 million for the week across the 91-Day, 182-Day and 364-Day Treasury Bills. This compared with GH¢3,526.83 million raised in the previous week.

The 91-Day Bill settled at 27.79% p.a. from 27.36% p.a. last week whilst the 182-Day Bill settled at 29.12% p.a. from 28.71% p.a. last week. The 364-Day Bill settled at 31.97% p.a. from 31.66% 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	04-09-23	08-09-23		
91 Day TB	35.36	27.36	27.79	▲1.55	▼21.42
182 Day TB	35.98	28.71	29.12	▲1.41	▼19.07
364 Day TB	35.89	31.66	31.97	▲0.99	▼10.93

Source: Bank of Ghana

The Ghana Market Summary			
	Current	Previous	Change
Bid (GH¢' M)	2,907.27	3,526.83	▼17.57%
Issuance (GH¢' M)	2,944.71	3,526.83	▼16.51%
Target (GH¢' M)	2,601	3,064	▼15.11%
Maturity (GH¢' M)	4,660.63	2,869.50	▲62.42%
Target coverage ratio	1.13	1.15	na
Maturity coverage ratio	0.63	1.23	na
Bid / Cover ratio	0.99	1.00	na

Source: Bank of Ghana

COMMODITY MARKET

Oil prices gained on the back of rising U.S. diesel futures and worries about tight oil supplies after Saudi Arabia and Russia extended supply cuts. Brent futures traded at US\$90.65 a barrel, compared to US\$88.55 at week open, reflecting w/w and YTD appreciations of 2.37% and 5.52% respectively.

Gold prices declined, coming under pressure from strength in the dollar and Treasury yields indicating the Federal Reserve will maintain its hawkish rhetoric. Gold settled at US\$1,942.70, from US\$1,967.10 last week, reflecting w/w loss and YTD appreciation of 1.24% and 6.38% respectively.

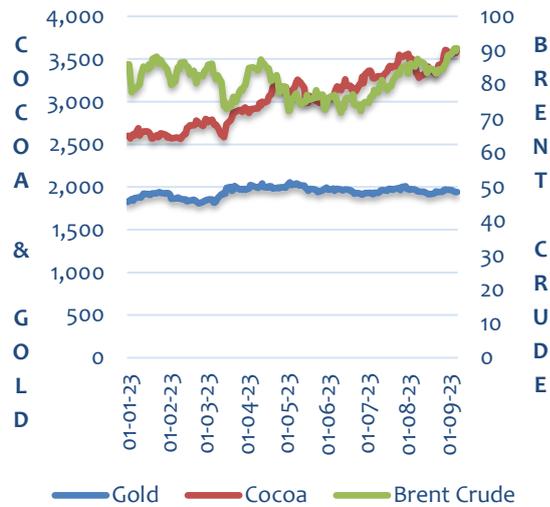
The price of Cocoa increased for the week. Cocoa traded at US\$3,609.00 per tonne on Friday, from US\$3,574.00 last week, reflecting w/w and YTD appreciations of 0.98% and 38.81% respectively.

International Commodity Prices

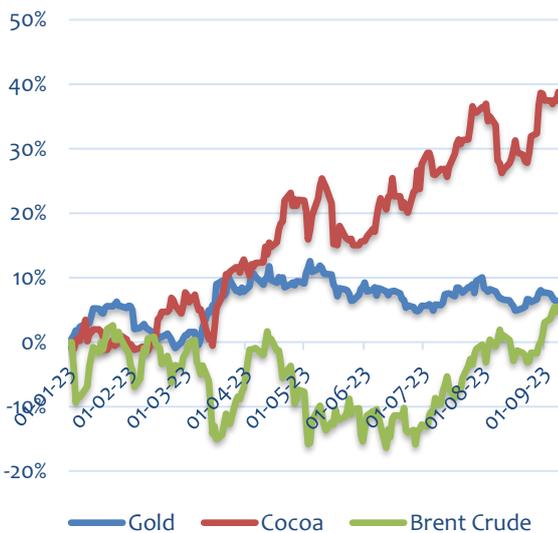
Commodities	Year Open	Week Open	Week Close	Chg %	YTD %
	01-01-23	04-09-23	08-09-23		
Brent crude oil (USD/bbl)	85.91	88.55	90.65	▲2.37	▲5.52
Gold (USD/t oz.)	1,826.20	1,967.10	1,942.70	▼1.24	▲6.38
Cocoa (USD/MT)	2,600.00	3,574.00	3,609.00	▲0.98	▲38.81

Source: www.investing.com

International Commodity Prices - 2023



YTD Performance of Selected Commodity Prices



BUSINESS TERM OF THE WEEK

Withholding Tax: It is a tax which is deducted at source by a withholding agent (a person required to deduct tax) when making payment to another person and accounted for later to the GRA.

A registered partnership, company and trust and other businesses that make payment to another person for goods or services bought qualify to withhold the tax unless the person is exempted

from paying the tax. You must be registered to be allowed to withhold tax from business transactions.

Source: <https://gra.gov.gh/domestic-tax/tax-types/withholding-tax/>

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

Disclaimer: The contents of this report have been prepared to provide you with general information only. Information provided on and available from this report does not constitute any investment recommendation.

The information contained herein has been obtained from sources that we believe to be reliable, but its accuracy and completeness are not guaranteed.