

CIDAN INVESTMENTS LIMITED



WEEKLY MARKET REVIEW FOR WEEK ENDING

October 13, 2023

MACROECONOMIC INDICATORS

Q2, 2023 Real GDP Growth	3.2%
Average Real GDP Growth for 2023	3.3%
2023 Projected Real GDP Growth	1.6%
BoG Policy Rate	30.0%
Weekly Interbank Interest Rate	28.58%
Inflation for September, 2023	38.1%
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	71.9%

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 5.34 points (+0.17%) to close the week at 3,145.33 points, reflecting a year-to-date (YTD) gain of 28.70%. The GSE Financial Stocks Index (GSE-FI) also gained 9.20 points (+0.47%) to close the week at 1,953.13 points, reflecting a YTD loss of 4.85%.

Market capitalization increased by 0.08% to close the week at GH¢73,951.27 million, from GH¢73,893.22 million at the close of the previous week. This reflects a YTD gain of 14.64%.

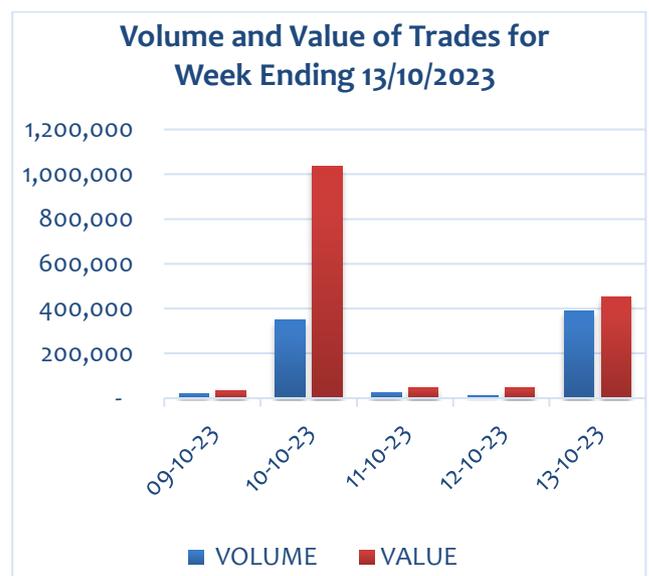
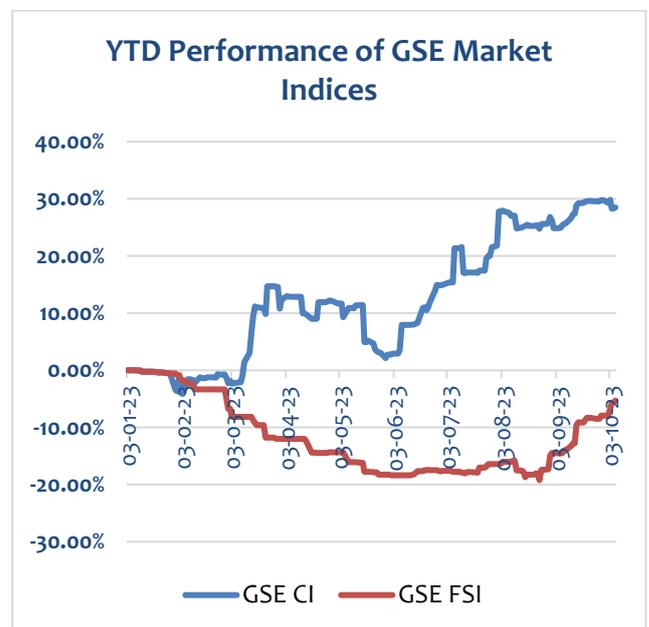
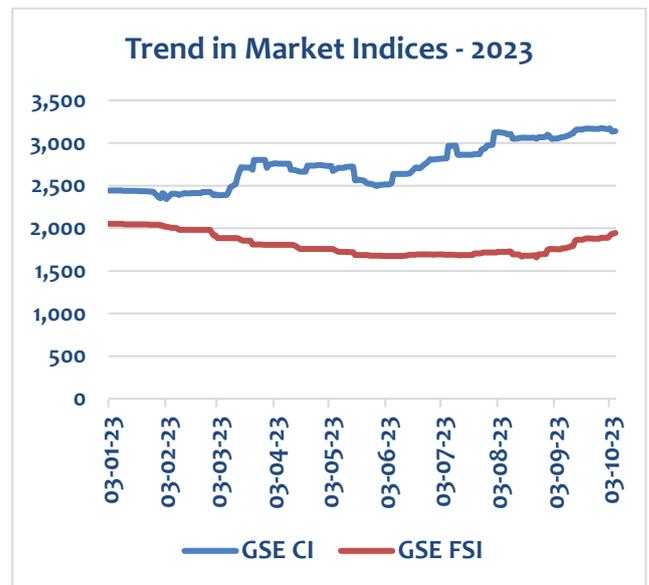
The week recorded a total of 798,602 shares valued at GH¢1,613,437.62 changing hands, compared with 6,384,574 shares, valued at GH¢10,680,773.39 in the preceding week.

GCB dominated both volume and value of trades for the week, accounting for 36.38% and 63.03% of shares traded respectively.

The market ended the week with 4 advancers and 2 decliners as indicated in the table below.

Price Movers for the Week			
Equity	Opening Price	Closing Price	Gain/Loss (%)
ABG	3.10	3.40	▲9.68%
BOPP	18.63	19.00	▲1.99%
EGH	5.30	5.40	▲1.89%
GCB	3.50	3.51	▲0.29%
RBGH	0.54	0.50	▼7.41%
GOIL	1.52	1.50	▼1.32%

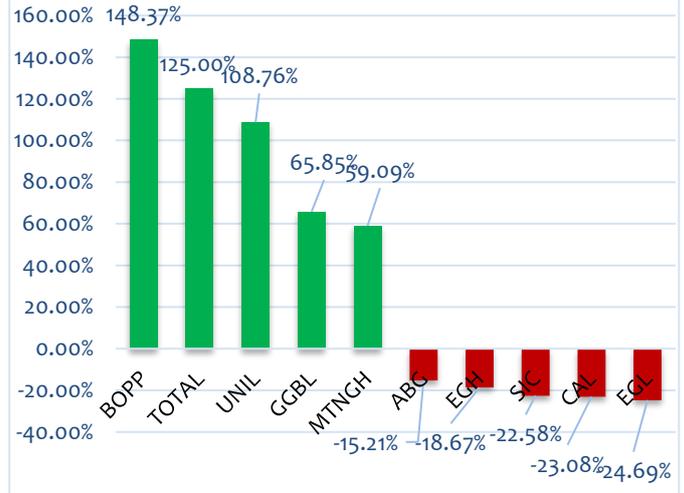
Source: Ghana Stock Exchange



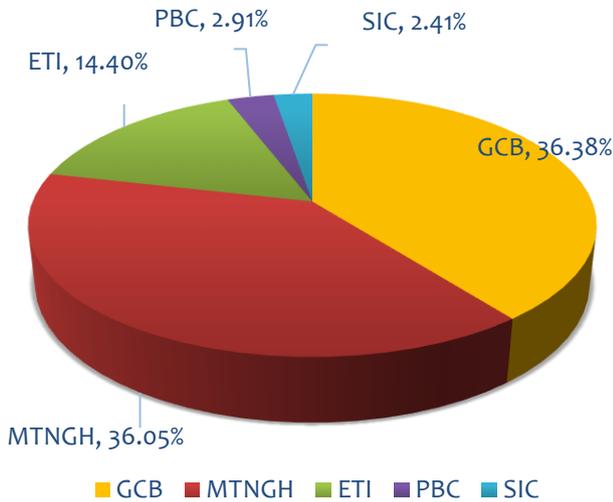
Market Capitalization for Week Ending 13/10/2023



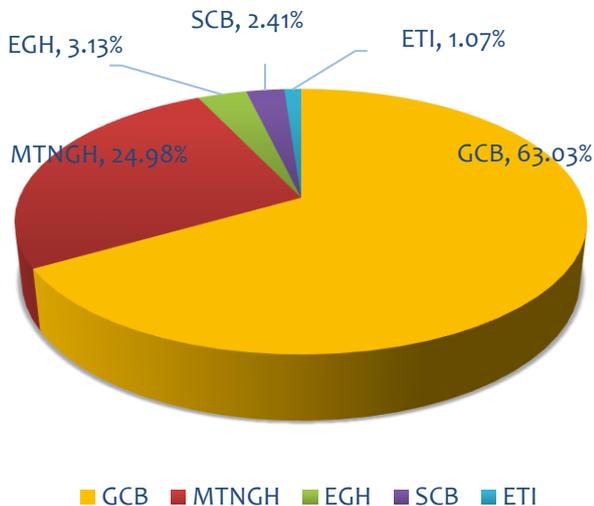
5 Best & 5 Worst Performing Stocks YTD Return



Best 5 Traded Equities by Volume for the Week Ending 13/10/2023



Best 5 Traded Equities by Value for the Week Ending 13/10/2023



CURRENCY MARKET

The Cedi weakened against the USD for the week. It traded at GH¢11.3114/\$, compared with GH¢11.2287/\$ at week open, reflecting w/w and YTD depreciations of 0.78% and 24.18% respectively. This compares with a loss of 43.96% a year ago.

The Cedi on the other hand rallied against the GBP for the week. It traded at GH¢13.7326/£, compared with GH¢13.7406/£ at week open, reflecting w/w gain and YTD depreciation of 0.06% and 24.91% respectively. This compares with a depreciation of 32.27% a year ago.

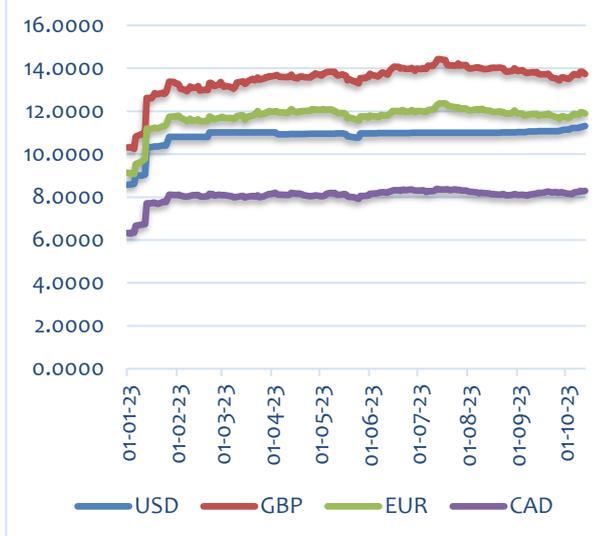
The Cedi declined against the Euro for the week. It traded at GH¢11.8897/€, compared with GH¢11.8812/€ at week open, reflecting w/w and YTD depreciations of 0.07% and 23.08% respectively. This compares with a depreciation of 34.55% a year ago.

The Cedi also declined against the Canadian Dollar at week end. It opened at GH¢8.2144/C\$ but closed at GH¢8.2854/C\$, reflecting w/w and YTD depreciations of 0.86% and 23.69% respectively. This compares with a depreciation of 38.67% a year ago.

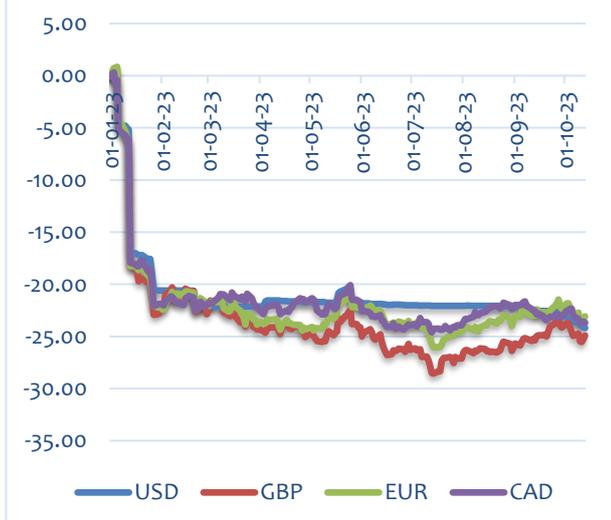
Weekly Interbank Foreign Exchange Rates					
Currency Pair	Year Open	Week Open	Week Close	Change %	YTD %
	01-01-23	09-10-23	13-10-23		
USD/GHS	8.5760	11.2287	11.3114	▼ 0.73	▼ 24.18
GBP/GHS	10.3118	13.7406	13.7326	▲ 0.06	▼ 24.91
EUR/GHS	9.1457	11.8812	11.8897	▼ 0.07	▼ 23.08
CAD/GHS	6.3222	8.2141	8.2854	▼ 0.86	▼ 23.69

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¢2,610.27 million for the week across the 91-Day, 182-Day and 364-Day Treasury Bills. This compared with GH¢2,576.60 million raised in the previous week.

The 91-Day Bill settled at 29.48% p.a. from 29.19% p.a. last week whilst the 182-Day Bill settled at 31.43% p.a. from 31.22% p.a. last week. The 364-Day Bill settled at 33.21% p.a. from 33.02% 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	09-10-23	13-10-23		
91 Day TB	35.36	29.19	29.48	▲ 0.99	▼ 16.63
182 Day TB	35.98	31.22	31.43	▲ 0.68	▼ 12.66
364 Day TB	35.89	33.02	33.21	▲ 0.60	▼ 7.47

Source: Bank of Ghana

The Ghana Market Summary			
	Current	Previous	Change
Bid (GH¢' M)	2,610.27	2,576.60	▲ 1.31%
Issuance (GH¢' M)	2,803.96	2,626.30	▲ 6.76%
Target (GH¢' M)	2,243	2,109	▲ 6.35%
Maturity (GH¢' M)	2,089.58	3,323.81	▼ 37.13%
Target coverage ratio	1.25	1.25	na
Maturity coverage ratio	1.34	0.79	na
Bid / Cover ratio	0.93	0.98	na

Source: Bank of Ghana

COMMODITY MARKET

Oil prices leapt over 6% as investors priced in the possibility that the conflict in the Middle East could widen as Israel began ground raids inside the Gaza Strip. Brent futures traded at US\$90.89 a barrel, compared to US\$84.58 at week open, reflecting w/w and YTD appreciations of 7.46% and 5.80% respectively.

Gold prices surged on the back of the escalation of the conflict in the Middle East between Israel and Hamas that has increased safe-haven demand for assets like gold. Gold settled at US\$1,941.50, from US\$1,845.20 last week, reflecting w/w loss and YTD gain of 5.22% and 6.31% respectively.

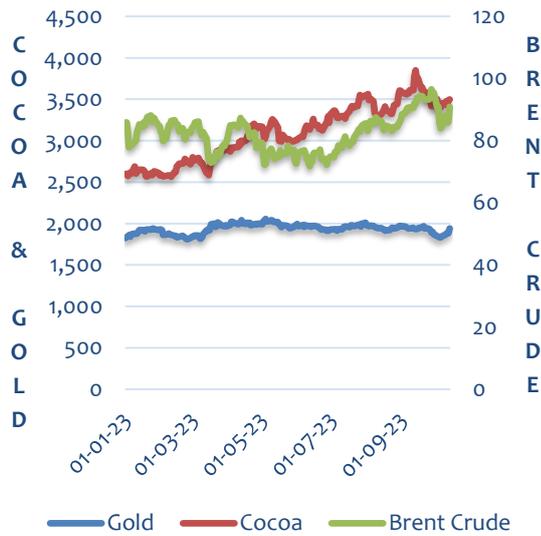
The price of Cocoa increased for the week. Cocoa traded at US\$3,499.00 per tonne on Friday, from US\$3,453.00 last week, reflecting w/w and YTD appreciations of 1.33% and 34.58% respectively.

International Commodity Prices

Commodities	Year Open	Week Open	Week Close	Chg %	YTD %
	01-01-23	09-10-23	13-10-23		
Brent crude oil (USD/bbl)	85.91	84.58	90.89	▲ 7.46	▲ 5.80
Gold (USD/t oz.)	1,826.20	1,845.20	1,941.50	▲ 5.22	▲ 6.31
Cocoa (USD/MT)	2,600.00	3,453.00	3,499.00	▲ 1.33	▲ 34.58

Source: www.investing.com

International Commodity Prices - 2023



YTD Performance of Selected Commodity Prices



BUSINESS TERM OF THE WEEK

Transfer Pricing: Transfer pricing is an accounting practice that represents the price that one division in a company charges another division for goods and services provided.

Transfer pricing allows for the establishment of prices for the goods and services exchanged between subsidiaries, affiliates, or commonly controlled companies that are part of the same larger enterprise. Transfer pricing can lead to tax

savings for corporations, though tax authorities may contest their claims.

Source: <https://www.investopedia.com/terms/t/transfer-pricing.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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