

CIDAN INVESTMENTS LIMITED



WEEKLY MARKET REVIEW FOR WEEK ENDING

January 19, 2024

MACROECONOMIC INDICATORS

Q3, 2023 Real GDP Growth	2.0%
Average Real GDP Growth for 2023	2.8%
2024 Projected Real GDP Growth	2.8%
BoG Policy Rate	30.0%
Weekly Interbank Interest Rate	29.64%
Inflation for December, 2023	23.2%
End Period Inflation Target – 2024	15.0%
Budget Deficit (% GDP) – August, 2023	2.1%
2024 Budget Deficit Target (%GDP)	3.0%
Public Debt (billion GH¢) – Sep, 2023	567.3
Debt to GDP Ratio – Sep, 2023	66.4%

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 27.17 points (+0.87%) to close the week at 3,154.48 points, reflecting a year-to-date (YTD) gain of 0.77%. The GSE Financial Stocks Index (GSE-FI) also gained 8.53 points (+0.45%) to close the week at 1,907.37 points, reflecting a year-to-date (YTD) gain of 0.30%.

Market capitalization increased by 0.41% to close the week at GH¢74,222.16 million, from GH¢73,920.85 million at the close of the previous week. This reflects a YTD gain of 0.45%.

The week recorded a total of 4,929,372 shares valued at GH¢7,974,511.20 changing hands, compared with 17,413,427 shares, valued at GH¢13,570,945.39 in the preceding week.

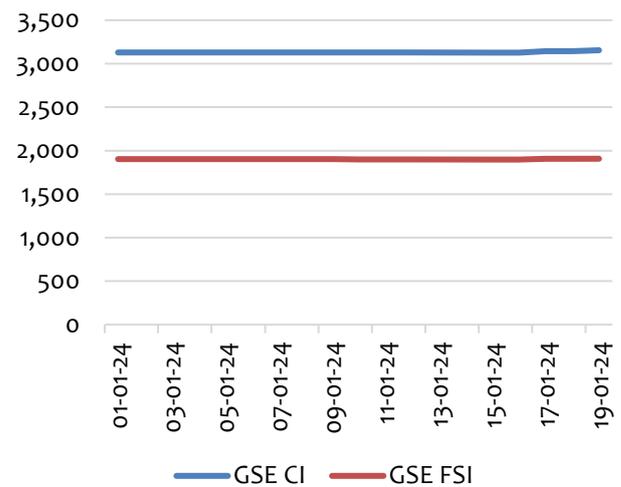
MTNGH dominated both volume and value of trades for the week, accounting for 85.26% and 73.78% of shares traded respectively.

The market ended the week with 5 advancers and 1 laggard as indicated in the table below.

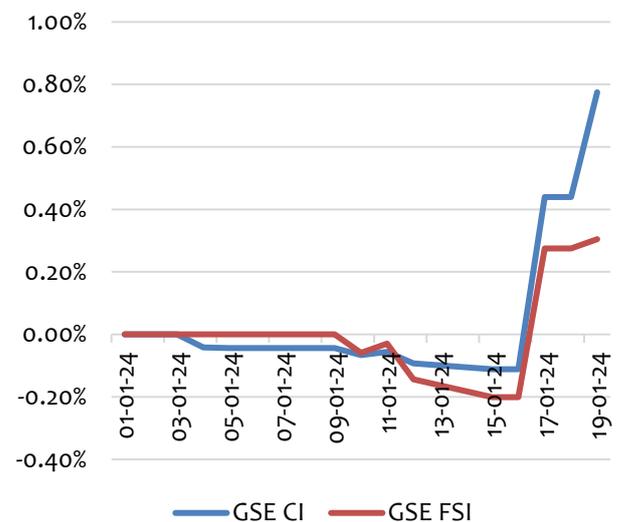
Price Movers for the Week			
Equity	Opening Price	Closing Price	Gain/Loss (%)
GGBL	3.40	4.04	▲ 18.82%
UNIL	8.11	8.90	▲ 9.74%
ABG	3.40	3.70	▲ 8.82%
GLD	239.00	239.70	▲ 0.29%
EGH	5.49	5.50	▲ 0.18%
CAL	0.46	0.45	▼ 2.17%

Source: Ghana Stock Exchange

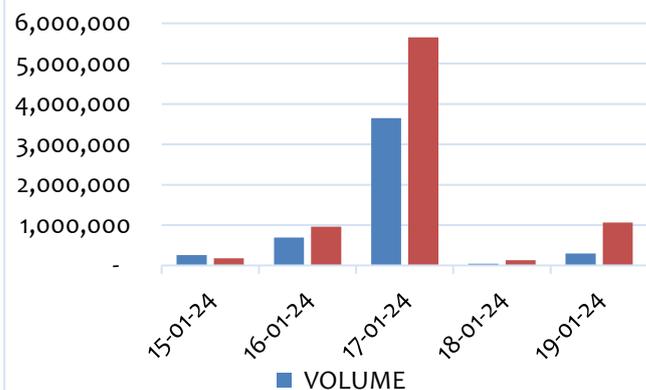
Trend in Market Indices - 2024



YTD Performance of GSE Market Indices



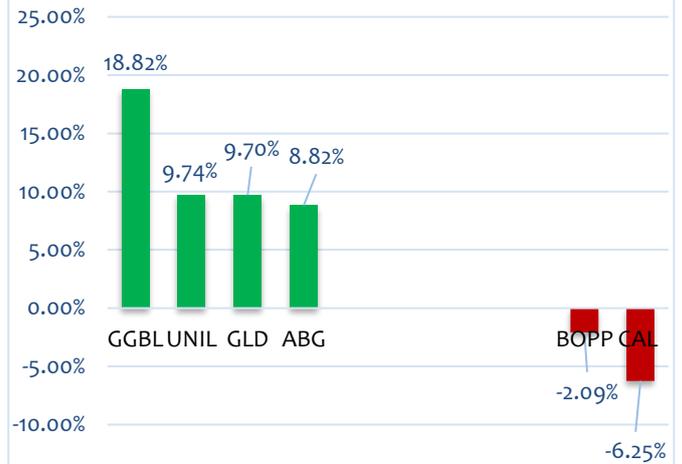
Volume and Value of Trades for Week Ending 19/01/2024



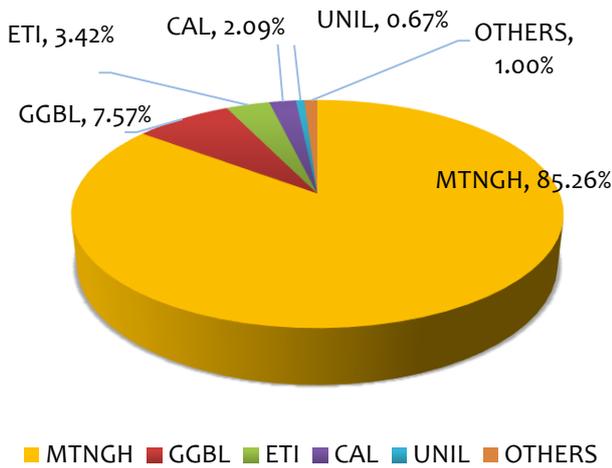
Market Capitalization for Week Ending 19/01/2024



Best & Worst Performing Stock YTD Return



Best 5 Traded Equities by Volume for the Week Ending 19/01/2024



CURRENCY MARKET

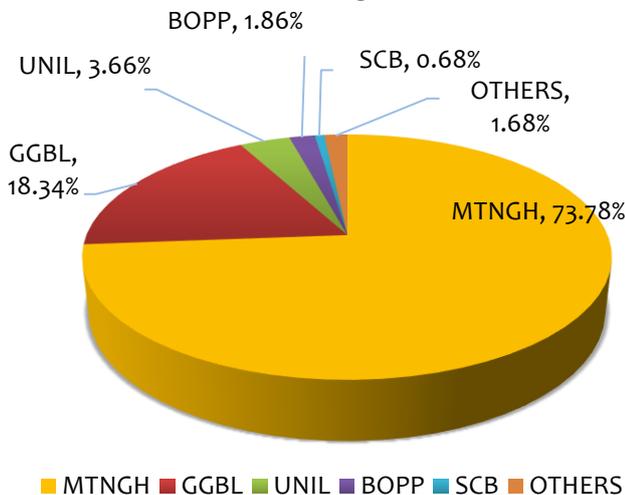
The Cedi depreciated marginally against the USD for the week. It traded at GH¢11.9601/\$, compared with GH¢11.9077/\$ at week open, reflecting w/w and YTD depreciations of 0.44% and 0.67% respectively. This compares with a loss of 17.19% a year ago.

The Cedi however appreciated marginally against the GBP for the week. It traded at GH¢15.1589/£, compared with GH¢15.1972/£ at week open, reflecting w/w gain and YTD loss of 0.25% and 0.17% respectively. This compares with a depreciation of 19.43% a year ago.

The Cedi also gained against the Euro for the week. It traded at GH¢12.9829/€, compared with GH¢13.0572/€ at week open, reflecting w/w and YTD appreciations of 0.57% and 1.10% respectively. This compares with a depreciation of 18.36% a year ago.

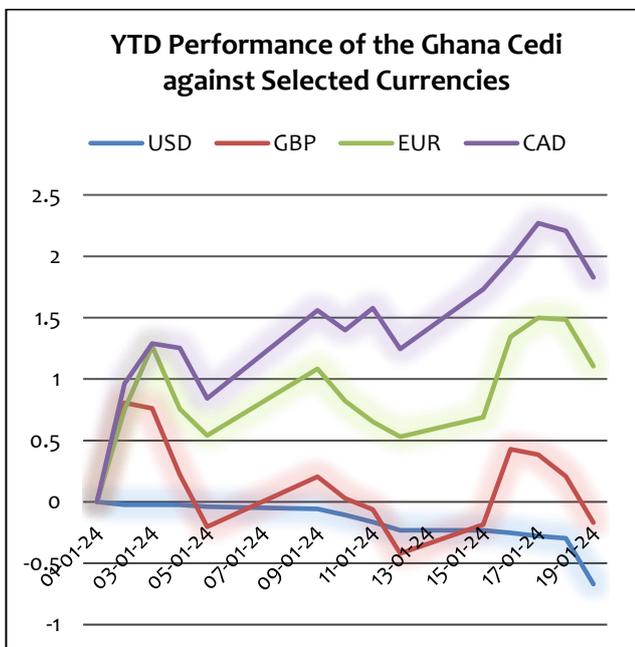
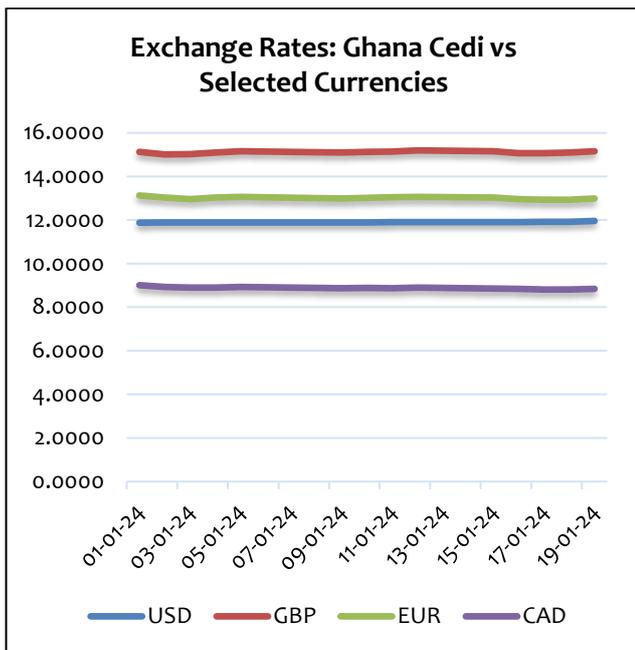
The Cedi again appreciated against the Canadian Dollar at week end. It opened at GH¢8.9003/C\$ but closed at GH¢8.8495/C\$, reflecting w/w and YTD gains of 0.57% and 1.83% respectively. This compares with a depreciation of 17.75% a year ago.

Best 5 Traded Equities by Value for the Week Ending 19/01/2024



Weekly Interbank Foreign Exchange Rates					
Currency Pair	Year Open	Week Open	Week Close	Change %	YTD %
	01-01-24	16-01-24	19-01-24		
USD/GHS	11.8800	11.9077	11.9601	▼ 0.44	▼ 0.67
GBP/GHS	15.1334	15.1972	15.1589	▲ 0.25	▼ 0.17
EUR/GHS	13.1264	13.0572	12.9829	▲ 0.57	▲ 1.10
CAD/GHS	9.0112	8.9003	8.8495	▲ 0.57	▲ 1.83

Source: Bank of Ghana



GOVERNMENT SECURITIES MARKET

Government raised a sum of GH¢5,270.38 million for the week across the 91-Day, 182-Day and 364-Day Treasury Bills. This compared with GH¢3,861.95 million raised in the previous week.

The 91-Day Bill settled at 28.88% p.a. from 29.04% p.a. last week whilst the 182-Day Bill settled at 31.40% p.a. from 31.52% p.a. last week. The 364-Day Bill settled at 32.00% p.a. from 32.08% 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 (%)
	01-01-24	16-01-24	19-01-24		
91 Day TB	29.24	29.04	28.88	▼ 0.54	▼ 1.22
182 Day TB	31.88	31.52	31.40	▼ 0.38	▼ 1.53
364 Day TB	32.49	32.08	32.00	▼ 0.27	▼ 1.51

Source: Bank of Ghana

The Ghana Market Summary			
	Current	Previous	Change
Bid (GH¢' M)	5,270.38	3,861.95	▲ 36.47%
Issuance (GH¢' M)	5,270.38	3,863.11	▲ 36.43%
Target (GH¢' M)	3,058	2,632	▲ 16.19%
Maturity (GH¢' M)	2,793.29	2,416.17	▲ 15.61%
Target coverage ratio	1.72	1.47	na
Maturity coverage ratio	1.89	1.60	na
Bid / Cover ratio	1.00	1.00	na

Source: Bank of Ghana

COMMODITY MARKET

Oil prices eked out a gain for the week as elevated Middle East tensions and a healthier demand outlook overshadowed worries about the impact of slowing global growth. Brent futures traded at US\$78.56 a barrel, compared to US\$78.29 at week open, reflecting w/w and YTD appreciations of 0.34% and 1.97% respectively.

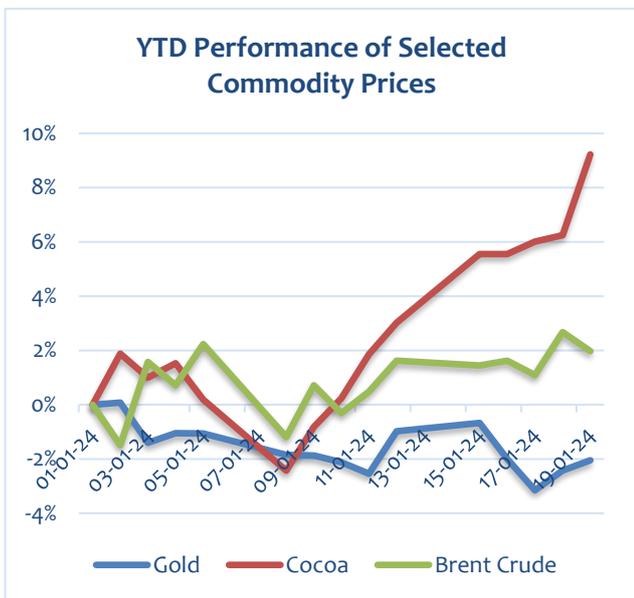
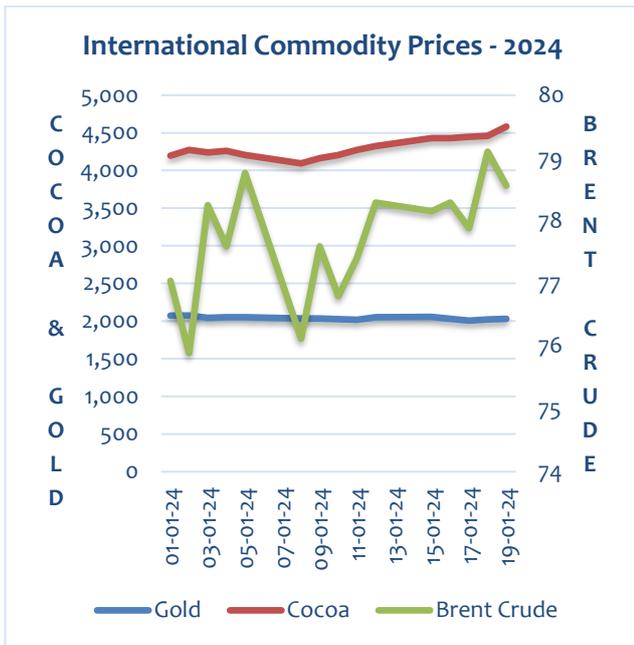
Gold prices fell amid increasing bets that the Federal Reserve will keep interest rates higher for longer. Gold settled at US\$2,029.30, from US\$2,051.60 last week, reflecting w/w and YTD depreciations of 1.09% and 2.05% respectively.

The price of Cocoa rose for the week. Cocoa traded at US\$4,583.00 per tonne on Friday, from US\$4,323.00 last week, reflecting w/w and YTD appreciations of 6.01% and 9.22% respectively.

International Commodity Prices

Commodities	Year Open	Week Open	Week Close	Chg %	YTD %
	01-01-24	16-01-24	19-01-24		
Brent crude oil (USD/bbl)	77.04	78.29	78.56	▲ 0.34	▲ 1.97
Gold (USD/t oz.)	2,071.80	2,051.60	2,029.30	▼ 1.09	▼ 2.05
Cocoa (USD/MT)	4,196.00	4,323.00	4,583.00	▲ 6.01	▲ 9.22

Source: www.investing.com



BUSINESS TERM OF THE WEEK

Short Squeeze: A short squeeze is an unusual condition that triggers rapidly rising prices in a stock or other tradable security. It occurs when a security has a significant number of short sellers, meaning lots of investors are betting on its price falling. The short squeeze begins when the price jumps higher unexpectedly and gains momentum as a significant measure of the short sellers decide to cut losses and exit their positions.

Source:

<https://www.investopedia.com/terms/s/shortsqueeze.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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