

**CIDAN INVESTMENTS LIMITED**



**WEEKLY MARKET REVIEW FOR THE WEEK ENDING**

**February 21, 2020**

## MACROECONOMIC INDICATORS

2019 GDP	6.0%
Projected GDP for 2019	7.1%
BoG Policy Rate – January 2020	16.0%
Weekly Interbank Interest Rate	16.1%
Inflation for January, 2020	7.8%
End Period Inflation Target - 2020	8.0%
Budget Deficit (% GDP) – Nov, 2019	4.8%
2019 Budget Deficit Target (%GDP)	4.5%
Public Debt (billion GH¢) – Nov, 2019	214.9
Debt to GDP Ratio – Nov, 2019	62.1%

## STOCK MARKET REVIEW

The stock market closed stronger in the review week on the back of gains in 2 counters. The GSE Composite Index (GSE CI) added 0.84 points (0.04%) to close at 2,204.47 points, compared to 2,203.63 points at the close of the previous week. This translates into a year-to-date (YTD) loss of 2.33%. The GSE Financial Stocks Index also added 1.55 points to close the week at 2,014.33 points, representing YTD loss of 0.26%.

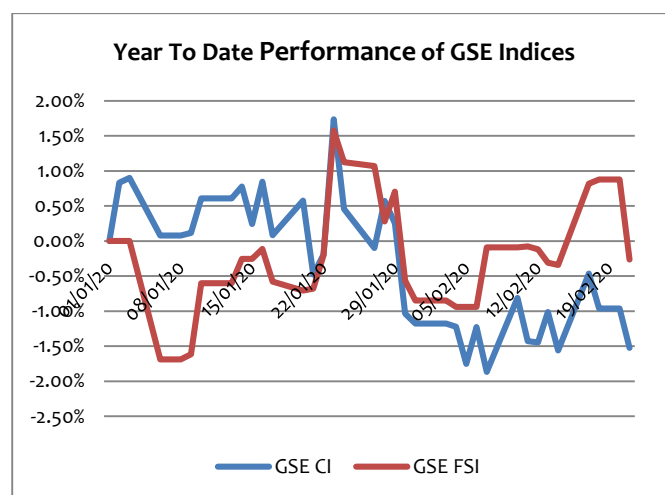
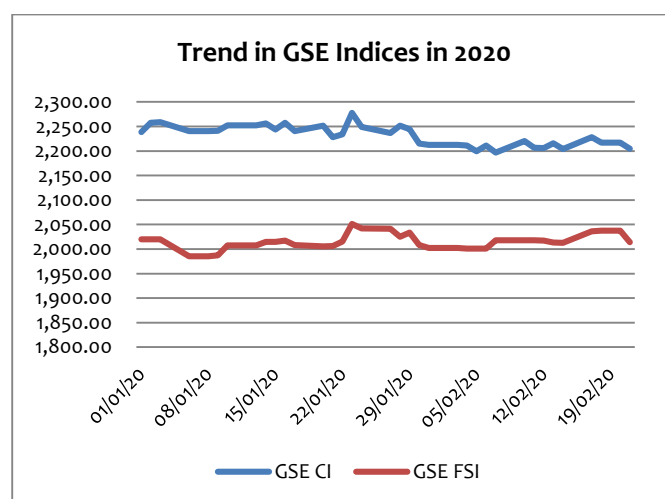
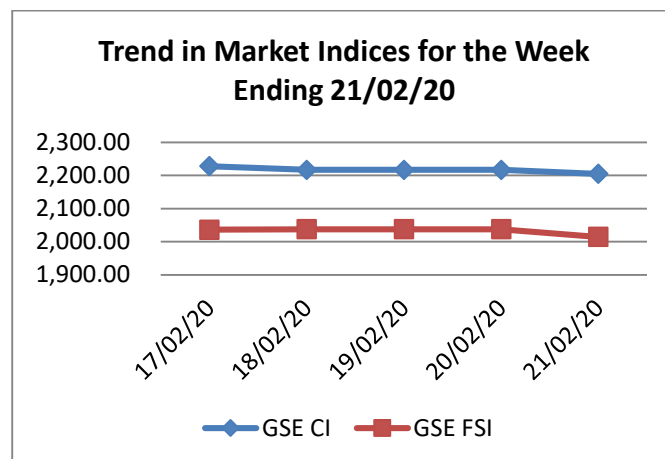
Market capitalization meanwhile increased marginally by 0.01% for the week from GH¢56,625.40 million at the close of the previous week to GH¢56,631.51 million at the close of the week. This represents YTD decline of 0.28%.

There was significant activity on the market compared with the preceding week. A sum of 18,853,538 shares, valued at GH¢13,002,466.17 changed hands for the week, compared with total volume and value of 4,621,673 and GH¢3,130,797.17 recorded in the preceding week respectively. MTN Ghana dominated both volume and value of shares traded for the week respectively. It accounted for 96.66% (18,223,064 shares) of total volume of shares and 93.90% (GH¢12,209,557.88) of total value of shares traded for the week.

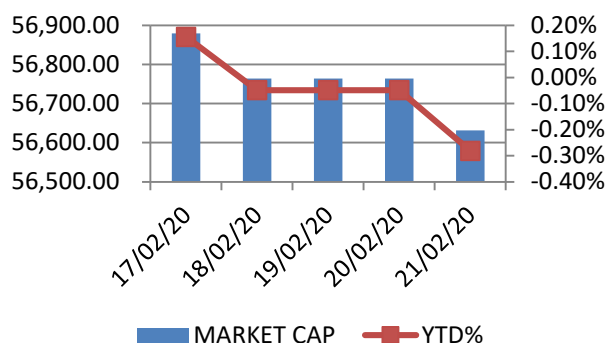
The market closed on Friday with 2 gainers and 1 laggard for the week. SIC Insurance Company Ltd. led the gainers with 11.11% increase in price. Its share price closed at GH¢0.10 per share from

GH¢0.09 at week open. Intravenous Infusions Ltd, the sole laggard, closed at GH¢0.03 (-25.00%) from GH¢0.04. Thirty-seven (37) counters remained flat at the closing bell on Friday.

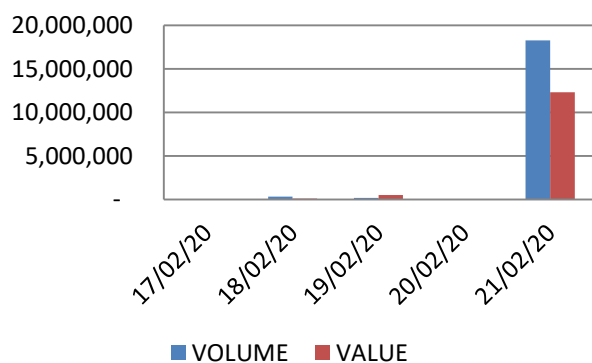
The graphs and table below highlight activity on the market during the week.



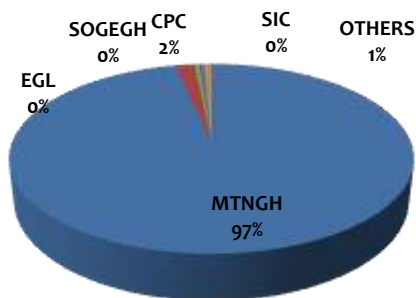
### Market Capitalization for the Week Ending 21/02/20



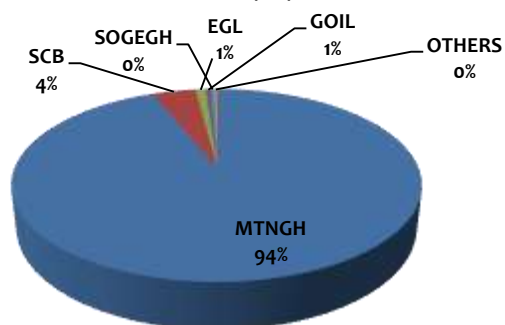
### Volume & Value Traded for the Week Ending 21/02/20



### Best 5 Traded Equities by Volume for the Week Ending 21/02/20



### Best Traded Equities by Value for the Week Ending 21/02/20



### Best 5 & Worst 5 Performing Stocks

Best Performing Stocks:	YTD Return
Inc. SIC Insurance Company Ltd.	25.00%
Ecobank Transnational	12.50%
Cal Bank Ltd	6.74%
Ghana Oil Company Limited	4.12%
Standard Chartered Bank Gh. Ltd.	3.75%
<b>Worst Performing Stocks:</b>	
Unilever Ghana Ltd.	-14.60%
Access Bank Ghana PLC	-10.00%
GCB Bank Ltd.	-4.90%
MTN Ghana Ltd.	-4.29%
Guinness Ghana Breweries Ltd.	-4.14%

### CURRENCY MARKET

The Cedi strengthened against the USD for the sixth straight week. It traded at GH¢5.2829/\$ on Friday, compared with GH¢5.2976/\$ at week open, reflecting w/w and YTD appreciations of 0.28% and 4.75% respectively against the USD. This compares with YTD depreciation of 4.04% a year ago.

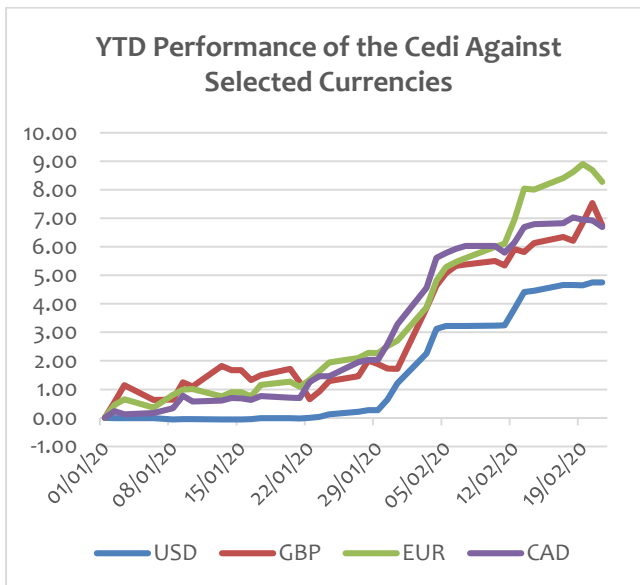
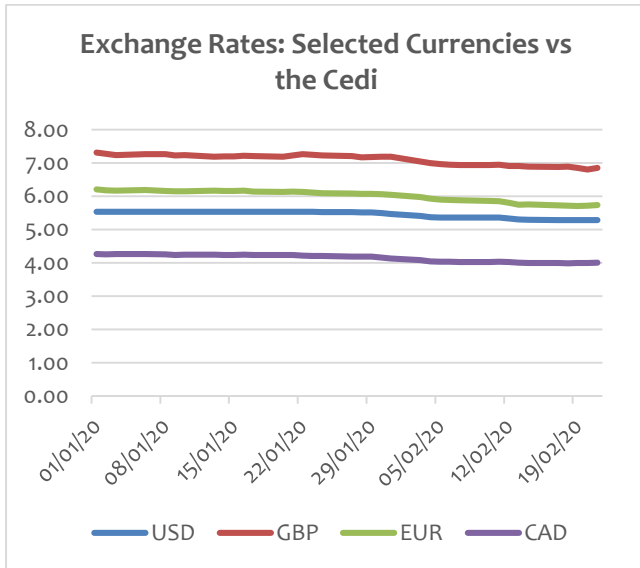
The Cedi likewise strengthened against the Euro on the week. It traded at GH¢5.7366/€, compared with GH¢5.7511/€ at week open, reflecting w/w and YTD appreciations of 0.25% and 8.28% respectively against the Euro. This compares with YTD depreciation of 3.15% a year ago.

The Cedi again strengthened against the GBP on the week. It traded at GH¢6.8541/£, compared with GH¢6.8938/£ at week open, reflecting w/w and YTD appreciations of 0.58% and 6.74% respectively against the GBP. This compares with YTD depreciation of 5.66% a year ago.

The Cedi meanwhile weakened against the CAD for the week. It opened at GH¢3.9968/C\$ but closed at GH¢4.0005/C\$, reflecting w/w depreciation and YTD appreciation of 0.09% and 6.69% respectively against the CAD. This compares with YTD depreciation of 7.13% a year ago.

Weekly Interbank Foreign Exchange Rates					
Currency Pair	Year Open	Week Open	Week Close	Change %	YTD %
	01/01/20	17/02/20	21/02/20		
USD/GHS	5.5337	5.2976	5.2829	0.28	4.75
GBP/GHS	7.3164	6.8938	6.8541	0.58	6.74
EUR/GHS	6.2114	5.7511	5.7366	0.25	8.28
CAD/GHS	4.2681	3.9968	4.0005	-0.09	6.69

Source: Bank of Ghana



## GOVERNMENT SECURITIES MARKET

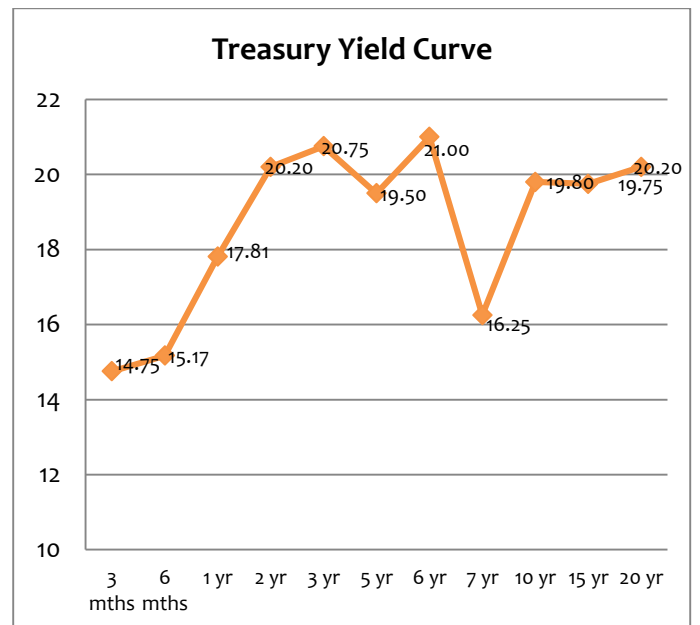
Government raised a total of GH¢743.63 million in the week under review across the 91-day and 182-day treasury bills. This compared with GH¢1,066.16 million raised in the previous week.

The 91-day bill added 5bps to settle at 14.75% whilst the 182-day bill shed 1bp to close at 15.17%.

Please see below for more details.

Security	Year Open	Previous Yield %	Current Yield %	Chg %	YTD %
	01/01/20	14/02/20	21/02/20		
91 day TB	14.70	14.70	14.75	0.39	0.39
182 day TB	15.15	15.18	15.17	-0.06	0.17
364 day TB	17.90	17.81	17.81	0.00	-0.51
2-Yr FXR TN	20.95	20.20	20.20	0.00	-3.58
3-Yr Bond	19.7	20.75	20.75	0.00	5.33
5-Yr Bond	19.50	19.50	19.50	0.00	0.00
6-Yr Bond	21.00	21.00	21.00	0.00	0.00
7-Yr Bond	16.25	16.25	16.25	0.00	0.00
10-Yr Bond	19.8	19.8	19.8	0.00	0.00
15-Yr Bond	19.75	19.75	19.75	0.00	0.00
20-Yr Bond	20.2	20.2	20.2	0.00	0.00

Source: Bank of Ghana



## COMMODITY MARKET

Gold prices posted significant gains for the week as investors intensify demand for safe-haven as the CoVid-19 spreads outside of China. Gold futures settled at US\$1,644.60 per ounce on Friday, reflecting w/w and YTD gains of 3.91% and 8.13% respectively.

Oil prices traded lower on Friday following a spike in the CoVid-19 contagion. The commodity however posted a second straight weekly gain. Brent futures traded at US\$58.50 a barrel on

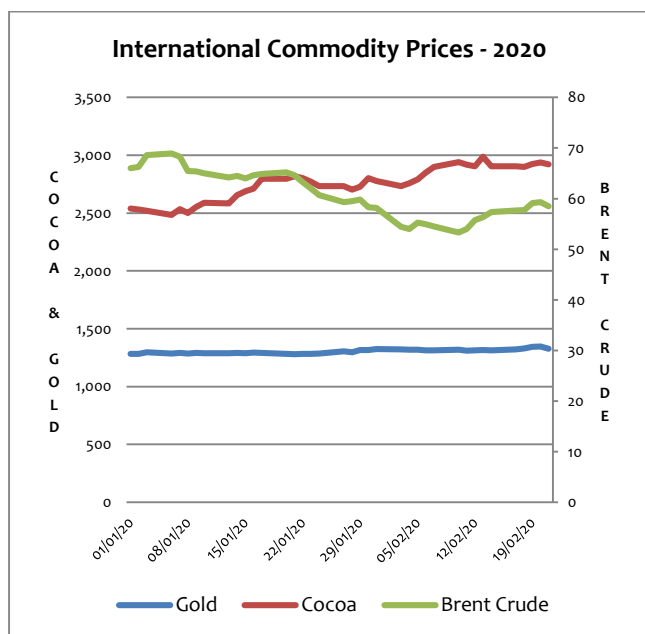
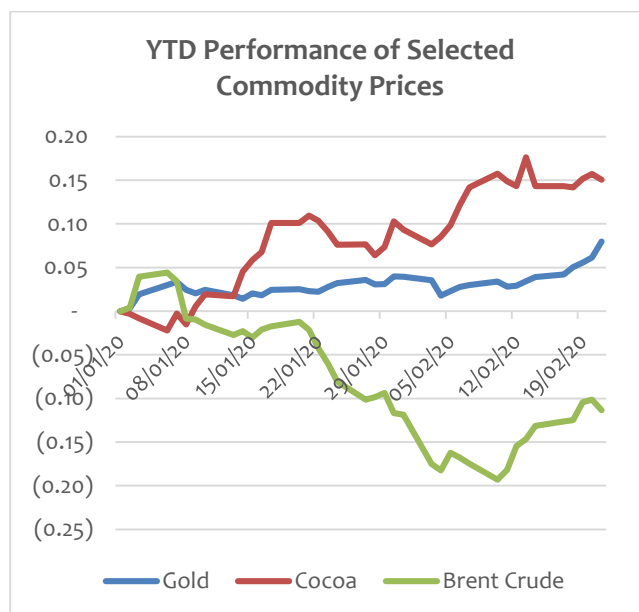
Friday, reflecting w/w gain and YTD loss of 2.06% and 11.36% respectively.

Prices of Cocoa tallied gains for the fourth straight week. Cocoa futures settled at US\$2,922.00 per tonne on Friday, reflecting w/w and YTD gains of 0.62% and 15.04% respectively.

### International Commodity Prices

Commodities	Year Open	Week Open	Week Close	Chg %	YTD %
	01/01/20	17/02/20	21/02/20		
Brent crude oil (USD/bbl)	66.00	57.32	58.50	2.06	-11.36
Gold (USD/t oz.)	1,520.95	1,582.70	1,644.60	3.91	8.13
Cocoa (USD/MT)	2,540.00	2,904.00	2,922.00	0.62	15.04

Source: [www.investing.com](http://www.investing.com)



### BUSINESS TERM OF THE WEEK

**Liquidate:** 1. To convert to cash.

2. To sell all of a company's assets, pay outstanding debts, and distribute the remainder to shareholders, and then go out of business.

3. A broker's sale of his/her customer's securities after the customer failed to meet a margin call.

Source: [www.investorwords.com](http://www.investorwords.com)

### 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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