

STOCK MARKET UPDATE



Date Issued | 1st June, 2020

Market Update

- The Ghana Stock Exchange Composite Index (GSE-CI) declined to close the week lower with 70.94 points at 1,941.03 points compared to the 2,011.97 points recorded in the preceding week resulting in a 3.53% week-on-week fall. This reflected a week on week drop of 3.15% in the year-to-date performance to -14.01% from -10.86%. Market capitalization also declined by 1.36% to end the week at GHS53.543 billion.

- The Financial Stock Index improved by 2.3 points from 1,840.80 points to 1,843.10 points, which led to a week-on-week increment of 0.12% in the year-to-date performance. This came as a result of increase in share price of EGH.

- A total of 35.404 million shares exchanged hands last week, 2841.52% above the 1.204 million shares traded in the preceding week. Shares traded on the market were valued at GHS20.727 million compared to GHS3.204 million in the previous week.

- The share price of GCB remained steady to close the week at GHS4.48 compared to the previous week's price with shares totaling 2,600; this represented 0.01% of total market volume. GCB's shares were valued at GHS0.012 million compared to GHS0.531 million in the previous week.

- At the close of the week, shares of 16 companies exchanged hands, same as the previous week. This resulted in 1 gainer and 6 laggards. The gainer was EGH, which gained 0.54% at GHS7.49. The top 5 laggards were: MTNGH, BOPP, GLD, GOIL and TOTAL. MTNGH lost 9.84% at GHS0.55, BOPP lost 5.66% at GHS2.5, GLD lost 3.40% at GHS90.9, GOIL lost 0.63% at GHS1.58 and TOTAL lost 0.40% at GHS2.49.

- MTNGH emerged the most liquid stock for the week as it traded 99% of total market volume. This was followed by EGH and ETI with shares accounting for about 0.49% and 0.45% of volumes traded respectively.

- In other news, The Ghana Stock Exchange has, with the approval of the Securities and Exchange Commission, amended its rules on price movement. The amended rules are stated in Rule 30 of the newly approved Trading Rules and replaces Rule 22 of the GSE Automated Trading System (GATS) Rules. The objective of the amendment is to enhance stock price discovery and fair market pricing.

Outlook

Looking ahead this week, we project GCB and SOGEGH share prices to end the week higher. However, GOIL and TOTAL are expected to shed some pesewas due to supply pressures.

GSE MARKET SUMMARY			
Ticker	Previous Week Close	Current Week Close	Weekly % Change
GCB STOCK	4.48	4.48	0.00%
GSE-CI	2,011.97	1,941.03	-3.53%
GSE-FSI	1,840.80	1,843.10	0.12%
MARKET CAPITALISATION (GHC'M)	54,279.82	53,542.60	-1.36%
YTD RETURN GSE-CI	-10.86%	-14.01%	-3.15%
YTD RETURN-FSI	-8.86%	-8.74%	0.12%
WEEKLY VOLUME TRADED (SHARES)	1,203,606.00	35,404,330.00	2841.52%

Source: Ghana Stock Exchange, GCB Research



GAINERS AND LAGGARDS				
TOP 5 GAINERS				
Equity	Previous Week Price	Current Week Price	Gains In Price	Weekly % Change
EGH	7.45	7.49	0.04	0.54%
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
TOP 5 LAGGARDS				
Equity	Previous Week Price	Current Week Price	Loss In Price	Weekly % Change
MTNGH	0.61	0.55	(0.06)	-9.84%
BOPP	2.65	2.50	(0.15)	-5.66%
GLD	94.10	90.90	(3.20)	-3.40%
GOIL	1.59	1.58	(0.01)	-0.63%
TOTAL	2.50	2.49	(0.01)	-0.40%

Source: Ghana Stock Exchange, GCB Research

GCB Indicative Exchange Rate				
	Week Close 29/05/20		Week Open 01/06/20	
Currency	Buying	Selling	Buying	Selling
USD	5.6500	5.8700	5.6500	5.8700
POUND STERLING	6.8700	7.1200	6.8700	7.1200
EURO	6.1500	6.4100	6.1800	6.4300

Economic Indicators		
Indicator	Current	Previous
Inflation Rate	10.60%	7.80%
GDP (2019)	6.50%	6.30%
Monetary Policy	14.50%	16.00%
Reference Rate	14.77%	15.12%
91 -Day	14.02%	14.06%
182-Day	14.07%	14.05%
1 Year Note	16.88%	16.70%

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