

STOCK MARKET UPDATE



Date Issued | 14th September, 2020

Market Update

- The Ghana Stock Exchange Composite Index (GSE-CI) dipped to close the week with 12.27 points below the 1,840.07 points recorded in the previous week to 1,827.80 points leading to a 0.67% week-on-week fall. This mirrored a week-on-week decline of 0.54% in the year-to-date performance from -18.48% to -19.02%. Market capitalization improved by 1.07% to end the week at GHS 53.023 billion.

- The Financial Stock Index also weakened to end the week with 21.51 points below the 1,687.40 points recorded in the previous week to close the week at 1,665.89 points, with a declined year-to-date performance from -16.45% to -17.52%. This was due to a fall in the share price of SCB.

- A total of 0.273 million shares exchanged hands last week, 97.15% below the 9.586 million shares traded in the previous week. Shares traded on the market were valued at GHS 7.620 million compared to GHS 0.346 million in the previous week.

- The share price of GCB advanced by 2.78% to close the week at GHS3.70 compared to GHS3.60 in the previous week with shares totaling 1,100; this represented 0.40% of total market volume. GCB's shares were thus valued at GHS0.004 million compared to GHS0.010 million in the previous week.

- At the close of the week, shares of 17 companies exchanged hands compared to 18 companies in the previous week. This resulted in 3 gainers and 2 laggards. The 3 gainers were CAL, GCB and EGH. CAL gained 6.25% at GHS0.68, GCB gained 2.78% at GHS3.70 and EGH gained 1.03% at GHS6.85. The 2 laggards were, SCB and BOPP. SCB lost 9.80% at GHS13.53 and BOPP lost 6.22% at GHS2.11.

- FML emerged the most liquid stock for the week as it traded 37% of total market volume. This was followed by CAL and IIL with shares accounting for about 18% and 14% of volumes traded respectively.

- FML also ended the week as the most valued stock with 30% of total market value followed by EGH and SCB with 22% and 15% respectively.

- In recent news, Ghana's inflation falls to 10.5%; lowest since April 2020. A marginal drop in food inflation in the month of Aug. 2020 pushed inflation down to 10.5%. The decline, which is the lowest rate since April 2020, was 0.4% lower than the previous month's rate of 11.4%.

Outlook

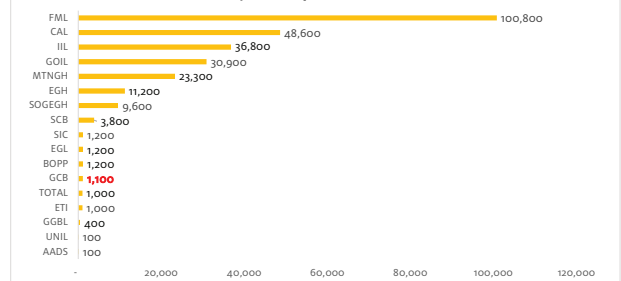
In the week ahead, we anticipate further price gains in GCB due to demand pressures. We however foresee price declines in FML and IIL due to an increase in supply on the market.

GSE MARKET SUMMARY

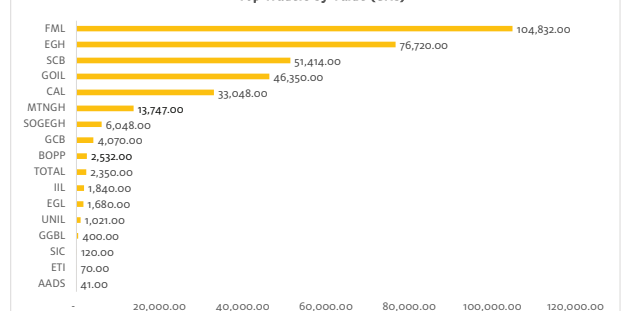
Ticker	Previous Week Close	Current Week Close	Weekly % Change
GCB STOCK	3.60	3.70	2.78%
GSE-CI	1,840.07	1,827.80	-0.67%
GSE-FSI	1,687.40	1,665.89	-1.27%
MARKET CAPITALISATION (GHC'M)	52,464.48	53,023.28	1.07%
YTD RETURN GSE-CI	-18.48%	-19.02%	-0.54%
YTD RETURN-FSI	-16.45%	-17.52%	-1.07%
WEEKLY VOLUME TRADED (SHARES)	9,585,953.00	273,321.00	-97.15%

Source: Ghana Stock Exchange, GCB Research

Top Traders by Volume of Shares



Top Traders by Value (GHS)



GCB Indicative Exchange Rate

Currency	Week Close 11/09/20		Week Open 14/09/20	
	Buying	Selling	Buying	Selling
USD	5.6500	5.8500	5.6500	5.8500
POUND STERLING	7.3000	7.6000	7.2500	7.5500
EURO	6.7300	6.9400	6.7300	6.9400

GAINERS AND LAGGARDS

TOP 5 GAINERS

Equity	Previous Week Price	Current Week Price	Gains In Price	Weekly % Change
CAL	0.64	0.68	0.04	6.25%
GCB	3.60	3.70	0.10	2.78%
EGH	6.78	6.85	0.07	1.03%
-	-	-	-	-
-	-	-	-	-

TOP 5 LAGGARDS

Equity	Previous Week Price	Current Week Price	Loss In Price	Weekly % Change
SCB	15.00	13.53	-1.47	-9.80%
BOPP	2.25	2.11	-0.14	-6.22%
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-

Source: Ghana Stock Exchange, GCB Research

Economic Indicators

Indicator	Current	Previous
Inflation Rate	10.50%	11.40%
GDP (Q1-2020)	4.90%	7.90%
Monetary Policy	14.50%	16.00%
Reference Rate	14.77%	14.74%
91 - Day	14.02%	14.02%
182 - Day	14.09%	14.11%
1 Year Note	16.91%	16.91%

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Research Contacts

Lawson Oppong-Asante
Email: loppong-asante@gcb.com.gh
Tel: 0302 66 4910 -18

Adomako Osei-Frimpong
Email: aofrimpong@gcb.com.gh
Tel: 0302 66 4910 -18

Michael Bedjrah
Email: mbedjrah@gcb.com.gh
Tel: 0302 66 4910 -18

Treasury & Sales Contacts

Anthony Asare
Email: akasare@gcb.com.gh
Tel: 0302 611 762

Daniel Boateng
Email: daboateng@gcb.com.gh

Head Office:

No 2 Thorpe Link
P. O. Box 134, Accra
Tel: +233 (0)302 664910

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