

# STOCK MARKET UPDATE



Date Issued | 24th August, 2020

## Market Update

- The Ghana Stock Exchange Composite Index (GSE-CI) declined to close the week with 21.47 points below the 1,876.41 points recorded in the previous week to 1,854.94 points leading to a 1.14% week-on-week loss. This mirrored a week-on-week fall of 0.95% in the year-to-date performance from -16.87% to -17.82%. Market capitalization also weakened by 0.42% to end the week at GHS 52.487 billion.

- The Financial Stock Index similarly deteriorated by dropping 42.71 points to 1,682.50 points from 1,725.33 points, which resulted in a week-on-week fall of 2.11% in the year-to-date performance. This was caused by a fall in the share price of EGH and CAL.

- A total of 22.030 million shares exchanged hands last week, 125.24% above the 9.781 million shares traded in the previous week. Shares traded on the market were valued at GHS 17,371 million compared to GHS 6.296 million in the previous week.

- The share price of GCB improved to GHS3.81 compared to the previous week's price of GHS3.80 to end the week with shares totaling 50,700; this represented 0.23% of total market volume. GCB's shares were valued at GHS 0.193 million.

- At the close of the week, shares of 21 companies exchanged hands compared to 19 companies in the previous week. This resulted in 3 gainers and 6 laggards. The gainers were MTNGH, SOGEGH and GCB. MTNGH gained 1.72% at GHS0.59, SOGEGH gained 1.61% at GHS0.63 and GCB gained 0.26% at GHS3.81. The top 5 laggards were, GGBL, BOPP, EGH, GOIL and CAL. GGBL lost 16.67% at GHS1.00, BOPP lost 10% at GHS2.25, EGH lost 10% at GHS6.75, GOIL lost 5.66% at GHS1.50 and CAL lost 1.54% at GHS0.64.

- MTNGH emerged the most liquid stock for the week as it traded 79% of total market volume. This was followed by CAL and EGH with shares accounting for about 13% and 3% of volumes traded respectively.

- MTNGH also ended the week as the most valued stock with 59% of total market value followed by EGH and CAL with 27% and 11% respectively.

- In recent news, reports show that Banks wrote-off GHS 1.01bn as bad debt in half-year 2020. The GHS 1.01bn written-off for the first half of this year, accounts for about 25% more than the same period last year. According to the Domestic Money Banks Income Statement Highlights, the bad debt was classified as loan losses, depreciation, amongst others.

### Outlook

In the week ahead, we expect the market indexes to improve and we tip MTNGH and CAL bank to remain under pressure as they are currently net offered on the GSE. TOTAL is also tipped to shed some pesewas this week.

GSE MARKET SUMMARY			
Ticker	Previous Week Close	Current Week Close	Weekly % Change
GCB STOCK	3.80	3.81	0.26%
GSE-CI	1,876.41	1,854.94	-1.14%
GSE-FSI	1,725.21	1,682.50	-2.48%
MARKET CAPITALISATION (GHC'M)	52,709.33	52,486.61	-0.42%
YTD RETURN GSE-CI	-16.87%	-17.82%	-0.95%
YTD RETURN-FSI	-14.58%	-16.69%	-2.11%
WEEKLY VOLUME TRADED (SHARES)	9,780,708.00	22,030,049.00	125.24%

Source: Ghana Stock Exchange, GCB Research



GCB Indicative Exchange Rate				
Currency	Week Close 21/08/20		Week Open 24/08/20	
	Buying	Selling	Buying	Selling
USD	5.6500	5.8500	5.6500	5.8500
POUND STERLING	7.4400	7.6300	7.4000	7.6200
EURO	6.7000	6.9000	6.6800	6.8800

GAINERS AND LAGGARDS				
TOP 5 GAINERS				
Equity	Previous Week Price	Current Week Price	Gains In Price	Weekly % Change
MTNGH	0.58	0.59	0.01	1.72%
SOGEGH	0.62	0.63	0.01	1.61%
GCB	3.80	3.81	0.01	0.26%
-	-	-	-	-
-	-	-	-	-

  

TOP 5 LAGGARDS				
Equity	Previous Week Price	Current Week Price	Loss In Price	Weekly % Change
GGBL	1.20	1.00	-0.20	-16.67%
BOPP	2.50	2.25	-0.25	-10.00%
EGH	7.50	6.75	-0.75	-10.00%
GOIL	1.59	1.50	-0.09	-5.66%
CAL	0.65	0.64	-0.01	-1.54%

Source: Ghana Stock Exchange, GCB Research

Economic Indicators		
Indicator	Current	Previous
Inflation Rate	11.40%	11.20%
GDP (Q1-2020)	4.90%	7.90%
Monetary Policy	14.50%	16.00%
Reference Rate	14.74%	14.75%
91 -Day	14.04%	14.00%
182-Day	14.11%	14.11%
1 Year Note	16.83%	16.94%

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