

STOCK MARKET UPDATE



Date Issued | 26th October, 2020

Market Update

The Ghana Stock Exchange Composite Index (GSE-CI) dropped, ending the week with 3.26 points below the 1846.11 points recorded in the previous week to 1842.85 points, leading to a 0.18% week-on-week loss. This reflected a week-on-week decline of 0.15% in the year-to-date performance from -18.21% to -18.36%. Market capitalization likewise, dropped by 0.18% to end the week at GHS 53.174 billion.

The Financial Stock Index also decreased by 27.24 points to end the week with 1640.05 points compared to 1667.29 points observed the previous week. This reflected a drop in the year-to-date performance of -18.80% from -17.45%. This came as a result of a fall in the share price of EGH and SOGEGH.

At the end of trading last week, a total of 6.655 million shares exchanged hands, 37.73% lower than the 10.687 million shares traded in the previous week. Total Shares traded on the market at the end of the week were valued at GHS24.928 million as opposed to GHS8.04 million observed in the previous week.

For the first time in six weeks, the share price of GCB increased by GHS0.15 to GHS3.85 from GHS3.70, with shares totaling 5,705,900; this represented 85.75% of total market volume. GCB's shares were valued at GHS21.968 million compared to GHS0.492 million in the previous week.

At the close of the week, shares of 20 companies exchanged hands compared to 15 companies in the previous week. This gave rise to 2 gainers and 2 laggards. The gainers were GCB and MTNGH. GCB gained 4.05% at GHS3.85 and MTNGH gained 1.64% at GHS0.62. The laggards being EGH and SOGEGH, lost 8.33% at GHS5.50 and 7.14% at GHS0.65 respectively.

GCB emerged the most liquid stock for the week as it traded 85.75% of total market volume. This was followed by EGH and MTNGH with shares accounting for 7.08% and 3.60% of total market volume respectively.

Again, GCB closed the week as the most valued stock with 88.13% of total market value followed by EGH with 10.40%.

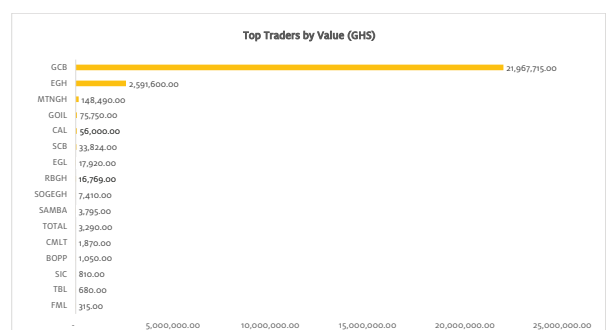
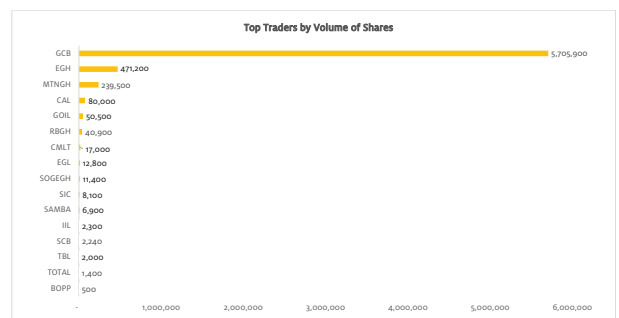
In recent news, Ecobank Group has taken the lead to boost investor confidence in its interim financial results by auditing its financial performance. The company has announced that its board and management have agreed to have its Q3-2020 results audited.

Outlook

For this week, based on the bid and offer dynamics on the Ghana Stock Exchange we expect MTNGH and EGH to gain some pesewas. We also expect trading activities to pick up as investors take advantage of the bargain stocks.

GSE MARKET SUMMARY			
Ticker	Previous Week Close	Current Week Close	Weekly % Change
GCB STOCK	3.70	3.85	4.05%
GSE-CI	1846.11	1842.85	-0.18%
GSE-FSI	1667.29	1640.05	-1.63%
MARKET CAPITALISATION (GHC'M)	53,271.15	53,173.78	-0.18%
YTD RETURN GSE-CI	-18.21%	-18.36%	-0.15%
YTD RETURN-FSI	-17.45%	-18.80%	-1.35%
WEEKLY VOLUME TRADED (SHARES)	10,686,783.00	6,654,599.00	-37.73%

Source: Ghana Stock Exchange, GCB Research



GCB Indicative Exchange Rate				
	Week Close 23/10/20		Week Open 26/10/20	
Currency	Buying	Selling	Buying	Selling
USD	5.7000	5.8775	5.7000	5.8800
POUND STERLING	7.4500	7.6800	7.4200	7.6600
EURO	6.7300	6.9700	6.7300	6.9700

GAINERS AND LAGGARDS				
TOP 5 GAINERS				
Equity	Previous Week Price	Current Week Price	Gains In Price	Weekly % Change
GCB	3.70	3.85	0.15	4.05%
MTNGH	0.61	0.62	0.01	1.64%
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
TOP 5 LAGGARDS				
Equity	Previous Week Price	Current Week Price	Loss In Price	Weekly % Change
EGH	6.00	5.50	-0.50	-8.33%
SOGEGH	0.70	0.65	-0.05	-7.14%
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-

Source: Ghana Stock Exchange, GCB Research

Economic Indicators		
Indicator	Current	Previous
Inflation Rate	10.40%	10.50%
GDP (Q2-2020)	-3.20%	4.90%
Monetary Policy	14.50%	16.00%
Reference Rate	14.75%	14.77%
91 - Day	14.06%	14.04%
182-Day	14.12%	14.09%
1 Year Note	17.00%	16.98%

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