

# WEEKLY MARKET WATCH

SIC-FSL INVESTMENT RESEARCH | MARKET REVIEWS | GHANA

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## STOCK MARKET

INDICATORS	WEEK OPEN	WEEK END	CHANGE
Market Capitalization (GH¢million)	59,176.21	59,535.65	0.61%
Market Capitalization (US\$million)	13,566.92	13,640.89	0.55%
Volume traded (shares)	1,796,032.00	2,579,213.00	43.61%
Value Traded (GH¢)	6,527,887.96	2,097,237.45	-67.87%
Value Traded (US\$)	1,496,604.15	480,521.81	-67.89%

Table 1: Market Summary

## INDEX ANALYSIS

INDICATORS	Closing Level	Week Change	YTD CHANGE
GSE Composite Index	1,976.74	1.28%	17.03%
SIC-FSL Top 15 Index	3,193.21	3.14%	22.44%
GSE Financial Stocks Index	1,837.05	1.31%	18.87%

Table 2: Key Stock Market Indices

## LIQUIDITY

At the close of the week's activities, a total of 2.58 million shares traded representing an appreciation of 43.61% over the previous week's figure. However, corresponding value traded also dipped from GH¢6.53 million to GH¢2.10 million due to activities in relatively lower-priced equities. In all, a total of nineteen (19) equities participated in the week's activities on the GSE.

The financial stocks were most investors preferred choice, as the sector contributed 77% and 48.30% of both volume and value of shares traded.

Ecobank Transnational Incorporated (ETI) was the most traded stock last week, accounting for 38.81% of the entire market volume. Ghana Oil Company Limited (GOIL), on the contrary, emerged as the most valuable stock in the week after contributing a total of GH¢819,630.07, which represented 39.08% of the net market value.

## GSE HITS 4-YEAR RECORD HIGH

Activities on the Ghana Stock Exchange (GSE) boomed as the broader market touched a 4-year record high last week. Shares of Standard Chartered Bank Limited (SCB), Ghana Oil Company Limited (GOIL), Benso Oil Palm Plantation Limited (BOPP), Fan Milk Limited (FML), SIC Insurance Company Limited (SIC) and Enterprise Group Limited (EGL) were the main upside market drivers last week.

The key benchmark index; the GSE Composite Index (GSE-CI) posted a year-to-date gain of 17.03% from the previous week's 15.55%, a feat it had struggled to achieve in the past four (4) years. Yields on the GSE Financial Stocks Index (GSE-FSI) and the SIC-FSL Top 15 Liquid Index (SIC-FSL T-15) also improved from the previous week's returns of 17.34% and 18.72% each, settling at 18.87% and 22.70% respectively.

Total market capitalization improved from the previous week's figure of GH¢59.18 billion to GH¢59.54 billion last Thursday. An equivalent dollar value also appreciated from the previous week's figure of USD 13.57 billion to USD 13.64 billion.



Fig 1: Year -to- date returns

## MARKET MOVERS

### SIC bounces-back to 12-pesewas

The shares of SIC Insurance Company Limited (SIC); the nation's biggest insurer returned to GH¢0.12 per share last week after dropping 2-pesewas in the last fortnight. The stock closed the week as the best performing stock on the Exchange in terms of nominal gains in the period of review. Presently, SIC is ranked fourteenth (14) among the thirty-seven listed equities on the GSE. The stock is still trading far below its 123-Day Volume Weighted Average Price (VWAP<sub>123</sub>) of GH¢0.13 per share and the 123-day Average Trading Price of GH¢0.13 per share, signalling the possibility of upward price review in future sessions.

### GOIL hits record-price

Rising demand for Ghana Oil Company Limited (GOIL) shares on the GSE saw the equity touching a record price of GH¢1.94 per share, the highest since listing. Currently, GOIL is still the third best performing stock among the thirty-seven (37) listed equities on the GSE with a year-to-date gain of 76.36%.

At present, GOIL is trading above the 123-Day Trading Average Price of GH¢1.33 and the 123-Day Volume Weighted Average Price (VWAP<sub>123</sub>) of GH¢1.46 per share this year. In spite of the above, investors paid more attention to the company's future prospects as they bid-up the share price to consolidate their holding positions.

## CORPORATE NEWS

**ANGLOGOLD ASHANTI LIMITED (AGA) ANNOUNCES INCREASE IN SHARE CAPITAL:** AGA has announced an increase of its ordinary shares from 408,946,537 to 409,002,036 as at April 30, 2017. This follows the listing of 55,499 additional ordinary shares on the Johannesburg Securities Exchange, South Africa.

In view of the above, AGA share capital has risen to 50,530,287,051.79 South African Rand.

STOCK TICKER	Wk Open	Wk End	Change	% change
BOPP	4.32	4.41	0.09	2.08%
EGL	2.38	2.40	0.02	0.84%
ETI	0.12	0.13	0.01	8.33%
FML	11.78	11.86	0.08	0.68%
GOIL	1.82	1.94	0.12	6.59%
SCB	16.93	17.51	0.58	3.43%
SIC	0.11	0.12	0.01	9.09%

Table 4: Gainers for the week

STOCK TICKER	Wk Open	Wk End	Change	% change
GGBL	1.49	1.45	-0.04	-2.68%

Table 4: Laggards for the week

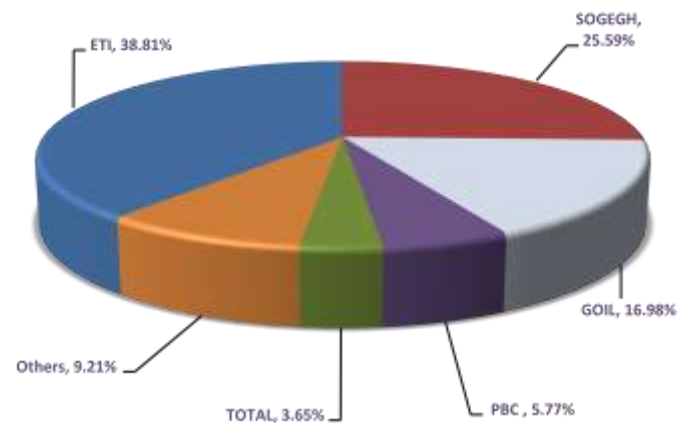


Fig 2: Top 5 most liquid equities with respect to volume traded

Stock	Ticker	Year Opening Price(GH¢)	Closing Price @ 6/07/2017 (GH¢)	YTD Gain/Loss (%)
Access Bank Ghana PLC	ACCESS	4.10	3.80	-7.32%
African Champion Industries Ltd.	ACI	0.01	0.01	0.00%
Agricultural Development Bank	ADB	3.83	3.83	0.00%
AngloGold Ashanti Ltd.	AGA	37.00	37.00	0.00%
Aluworks Limited	ALW	0.14	0.16	14.29%
Ayrton Drug Manufacturing Ltd.	AYRTN	0.12	0.10	-16.67%
Benso Oil Palm Plantation	BOPP	2.08	4.41	112.02%
Cal Bank Ltd	CAL	0.75	0.85	13.33%
Clydestone (Ghana) Ltd.	CLYD	0.03	0.03	0.00%
Camelot Ghana Ltd.	CMLT	0.12	0.12	0.00%
Cocoa Processing Co. Ltd.	CPC	0.02	0.02	0.00%
Ecobank Ghana Ltd.	EGH	6.40	7.00	9.38%
Enterprise Group Limited	EGL	2.40	2.40	0.00%
Ecobank Transnational Inc.	ETI	0.10	0.13	30.00%
Fan Milk Ltd.	FML	11.14	11.86	6.46%
Ghana Commercial Bank Ltd.	GCB	3.56	5.20	46.07%
Guinness Ghana Breweries Ltd.	GGBL	1.63	1.45	-11.04%
Ghana Oil Company Limited	GOIL	1.10	1.94	76.36%
Golden Star Resources Ltd.	GSR	1.95	1.95	0.00%
Golden Web Ltd.	GWEB	0.01	0.01	0.00%
HFC Bank (Ghana) Ltd.	HFC	0.75	0.55	-26.67%
Mega Africa Capital Ltd	MAC	6.00	6.00	0.00%
Mechanical Lloyd Co. Ltd.	MLC	0.15	0.10	-33.33%
Pioneer Kitchenware Ltd.	PKL	0.05	0.05	0.00%
Produce Buying Company Ltd.	PBC	0.06	0.04	-33.33%
PZ Cussons Ghana Ltd.	PZ	0.22	0.20	-9.09%
Standard Chartered Bank (GH) Ltd.*	SCB	12.18	17.51	43.76%
SIC Insurance Company Ltd.	SIC	0.12	0.12	0.00%
Starwin Products Ltd.	SPL	0.03	0.02	-33.33%
Societe Generale Ghana Limited	SOGEGH	0.62	0.75	20.97%
Sam Woode Ltd.	SWL	0.04	0.04	0.00%
Trust Bank Ltd. (The Gambia)	TBL	0.26	0.25	-3.85%
Total Petroleum Ghana Ltd.	TOTAL	1.98	2.22	12.12%
Transaction Solutions (Ghana) Ltd.	TRANSOL	0.03	0.03	0.00%
Tullow Oil Plc	TLW	26.88	20.94	-22.10%
Unilever Ghana Ltd.	UNIL	8.51	9.00	5.76%
UT Bank	UTB	0.03	0.07	133.33%
AngloGold Ashanti Depository Shares	AADS	0.52	0.48	-7.69%
Standard Chartered Bank Preference shares	SCB PREF	0.75	0.85	13.33%
NewGold Exchange Traded Fund	GLD	38.80	38.80	0.00%
Samba Foods Ltd	SAMBA	0.72	0.65	-9.72%
Meridian Marshalls Holding Company	MMH	0.11	0.11	0.00%
Hords Limited	HORDS	0.10	0.10	0.00%
Intravenous Infusions Limited	IIL	0.09	0.08	-11.11%

Table 5: Performance of listed equities from year open

## CURRENCY MARKET

EXCHANGE RATES	BUYING	SELLING	YTD CHANGE
USDGHS	4.3623	4.3667	3.91% ▼
GBPGHS	5.6531	5.6614	8.87% ▼
EURGHS	4.9754	4.9801	12.19% ▼

Table 6: Inter-bank indicative rates

▲ year-to-date appreciation ▼ year-to-date depreciation

### Dollar up by 0.06%

The U.S. Dollar maintained its upward trend for yet another week, though at a quite slow pace.

Demand for the greenback continues to rise on the inter-bank market, thereby weakening the value of the Cedi against the Dollar.

Correspondingly, the American Dollar appreciated by 0.06% to a midrate of GH¢4.3645 while its annual yield rose to 3.91% on Thursday.

### Euro vs. Cedi

The Euro recorded its first weekly decline against the Cedi after a four consecutive win on the inter-bank market as it declined by 0.14% to a midrate of GH¢4.9778.

This represented a drop in its annual yield to 12.19% from 12.35% a fortnight ago.

Conversely on the global front, the shared currency gained support from the release of a number of key Eurozone data.

Among the data released was the German industrial output which stunned investors by growing by 1.2% instead of an expected drop from the previous rate of 0.7%. Also, the French industrial output for the month of May increased by 1.4% more than expected to 1.9%, both data bolstering the value of the Euro on the global front.

## CEDI APPRECIATES MARGINALLY

The local currency for the first time in five weeks managed to post a marginal weekly holistic gain on the inter-bank market.

The marginal performance was as a result of the forex liquidity inflows, with the intervention of the Bank of Ghana (BoG).

In that regard, the Ghanaian Cedi which chalked 10 years this month after its redenomination in July 2007, appreciated by 0.03% to reduce its year-to-date loss against its major trading partners to 7.21% from 7.25% the week earlier.

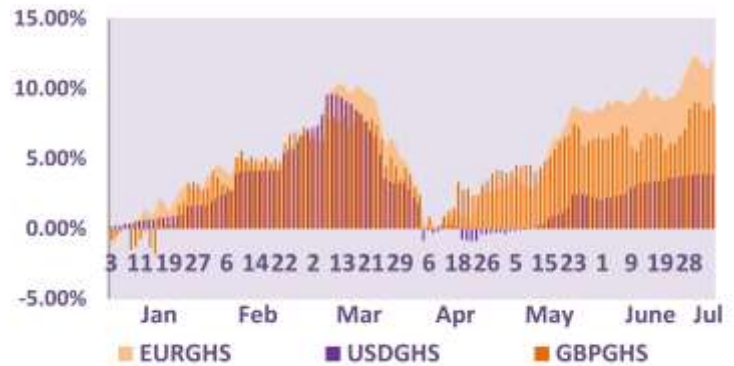


Fig 3: YTD performance of Pound, Dollar & Euro versus the Cedi

### Pound loses to Cedi

The British Pound witnessed a decline in its exchange rate against the Cedi. The Pound's value dropped by 0.14% on the currency market after it was bought at GH¢5.6531 and sold for GH¢5.6614.

This led to a reduction in the Pound's year-to-date return to 8.87% from previous 9.01%.

The situation was not different from that of the international market as the Pound lost footing against some of its key trading partners due to the release of some poor output data.

Data released on UK's house price growth, construction, industrial and manufacturing output, showed a poor than expected results. This kept the Pound under pressure on the market, thus, diminishing in value.

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