



PRUDENTIAL STOCKBROKERS LTD

WEEKLY MARKET REVIEW

WEEK-ENDING JANUARY 19, 2018

THE MARKET AT A GLANCE			
	Review Wk	Previous Wk	Increase/Decrease
GSE All-Share Index	2,870.81	2,759.91	110.90
Year-to-date	11.28	6.98	61.60%
Price Movements	GHS	GHS	
ADB	5.95	5.92	0.50%
BOPP	6.44	6.26	2.90%
CAL	1.20	1.17	2.56%
EGH	9.01	8.40	7.30%
EGL	4.21	4.03	4.50%
GCB	7.10	6.52	8.90%
GGBL	2.22	2.10	5.70%
GOIL	3.23	2.97	8.75%
SCB	26.60	26.27	1.30%
SOGEGH	1.11	0.93	19.35%
TOTAL	5.05	4.21	19.95%
UNIL	13.13	12.90	1.78%
HFC	1.30	1.39	-6.47%
MLC	0.05	0.06	-16.70%
SPL	0.02	0.03	-33.33%

SHARES TRADING ACTIVITY	Review Week	Previous Week	Increase/Decrease
Volume Traded	1,742,847	792,082	120.03%
Value Traded (GHS)	8,397,015.20	4,101,469.29	104.73%
Value Traded (\$)	1,898,917.96	927,976.22	104.63%
Market Capitalization (GHS)	61,195.58	60,484.97	1.17%
Market Capitalization (\$)	13,838.89	13,685.00	1.12%

MONEY MARKET RATES				
Maturity	Discount Rate (%)		Interest Equivalent (%)	
	Review week	Previous week	Review week	Previous week
91-DAY	12.9343	12.8985	13.3666	13.3282
182-DAY	12.9906	12.9748	13.8930	13.8749
1-YEAR NOTE			15.0000	15.0000

Currency Rates					
Currency	Review wk	Previous wk	Chg	Year-end 2017	chg
	19/01/2018	12/01/2018	Review wk (%)	GHS	YTD (%)
USD(\$)	4.4220	4.4198	-0.05	4.4157	-0.14
Pound (£)	6.1362	6.0406	-1.58	5.9669	-2.84
Euro (€)	5.4168	5.3656	-0.96	5.2964	-2.27

This publication is for information purposes only and may not be duplicated in whole or in part, circulated or disclosed without the prior consent of PSBL. Neither PSBL nor its employees make any representation as to the accuracy and completeness of the information contained in this report. We therefore accept no liability for any loss arising from the use of such information. All opinions and estimates included herein constitute our opinion as of this date and are subject to change. We or persons involved in the preparation and issuance of this material may from time to time buy or sell securities of companies mentioned therein. For enquires in relation to this publication, contact P. O. Box CT 628 Cantonments, Accra Tel. 770936/768386/ 769683/771284 or email: info@prudentialstockbrokers.com

PRUDENTIAL STOCKBROKERS LTD

WEEKLY MARKET REVIEW

ISSUES:

Equity Market:

The benchmark indicator of the Ghana Stock Exchange, the GSE Composite Index during the review week increased by **110.90** points to close at **2,870.81** bringing the Year-to-date return of GSE Composite Index to **11.28%**. Market Capitalization also increased by **GHC710.61m** to settle at **GHC61,195.58m** representing a **1.17%** upward movement from the previous week.

Market Turnover

Total volume of shares traded for the period under review was **1,742,847** valued at **GHC8,397,015.20 (US\$1,898,917.96)**

TOP FIVE (5) TRADED EQUITIES

Equity	Trade Volume	Trade Value (GHC)	Trade Value (US\$)	Volume (%)
EGL	346,800	1,444,556.00	326,674.81	19.97
TOTAL	298,000	1,499,744.00	339,155.13	17.16
SPL	241,900	6,218.00	1,046.15	13.93
CAL	116,900	203,539.00	46,028.72	9.78
FML	165,000	2,933,190.00	663,317.50	9.50

HIGHEST BIDS AND OFFERS OUTSTANDING FOR THE WEEK

Equity	Bids Outstanding (Average)	Equity	Offers Outstanding (Average)
ETI	534,780	SPL	1,353,100
TBL	362,800	CLYD	151,000
SIC	238,480	IIL	79,140
PZC	199,240	CAL	75,800
GGBL	162,500	ALW	73,420

Share prices of **ETI, TBL, GGBL, PZC and SIC** are expected to increase in the coming week as they recorded the highest outstanding bids during the week under review. The prices of **SPL, CAL, IIL, CLYD and ALW** are however expected to fall in the coming week as they had the highest offers outstanding in the week under review.

Money Market:

On the Money-Market, the 91-Day Treasury bill rate increased by 0.0384% to close the review week at **13.3666%**. The 182-Day Treasury bill rate also increased by 0.0181% to close the week at **13.8930%**. The One year note remained unchanged at **15.0000%** and the Two year note ended the review week at **17.1800%**.

The Currency Market:

On the Inter Bank market, the Cedi depreciated against all the major trading currencies. It lost 0.050% against the US Dollar closing the review week at **GHC4.4220**. It lost 1.58% against the pound closing the review week at **GHC6.1362**. It also lost 0.96% against the Euro to close at **GHC5.4168**.

CORPORATE NEWS

GSE LIFTS SUSPENSION OF ACL

The Ghana Stock Exchange has lifted the suspension of listing status of African Champion Industries Limited (ACI). A press release by the Ghana Stock Exchange dated 11th September, 2017 announced the suspension of the listing status of African Champion Industries Limited until 31st December, 2017. The company has submitted its annual reports for 2015 and 2016 and its annual general meeting held on 29th December, 2017. Accordingly, the exchange has lifted the suspension with immediate effect.

Source: GSE

MONETARY POLICY COMMITTEE MEETS OVER ECONOMY.

The Monetary Policy Committee of the Bank of Ghana met today, 19th January, 2018 to review the Ghanaian economy. This is the first for the year 2018 and it will end the meeting with an announcement on a policy rate on Monday, 22nd January, 2018. For the year 2017 alone, the committee reduced the policy rate by 550 basis points from 25.5% to end the year at 20%. The policy rate is the rate at which the Bank of Ghana lends to commercial banks for onward lending to their customers.

Source: Citi Business

This publication is for information purposes only and may not be duplicated in whole or in part, circulated or disclosed without the prior consent of PSBL. Neither PSBL nor its employees make any representation as to the accuracy and completeness of the information contained in this report. We therefore accept no liability for any loss arising from the use of such information. All opinions and estimates included herein constitute our opinion as of this date and are subject to change. We or persons involved in the preparation and issuance of this material may from time to time buy or sell securities of companies mentioned therein. **For enquires in relation to this publication, contact P. O. Box CT 628 Cantonments, Accra Tel. 770936/768386/ 769683/771284 or email: info@prudentialstockbrokers.com**

PRUDENTIAL STOCKBROKERS LTD

WEEKLY MARKET REVIEW

ECONOMIC RATES

COUNTRY	INFLATION (%)	POLICY RATE (%)
GHANA	11.80%	20.00%
NIGERIA	15.90%	14.00%
KENYA	4.50%	7.00%
MAURITIUS	3.70%	3.50%
S. AFRICA	4.60%	6.75%

Source: Various Central Banks

INTERNATIONAL COMMODITY MARKET

COMMODITIES	WK OPEN	WK CLOSE	% CHANGE
GOLD \$/t OUNCE	1,339.99	1,334.30	-0.42
COCOA \$/METRIC TON	1,926.00	1,926.00	-

Source: Bloomberg

BUSINESS TERMS OF THE WEEK

BOND

A bond is a fixed income investment in which an investor loans money to an entity (typically corporate or governmental) which borrows the funds for a defined period of time at a variable or fixed interest rate. Bonds are used by companies, municipalities, states and sovereign governments to raise money and finance a variety of projects and activities. Owners of bonds are debt holders or creditors of the issuer.

Source: Investopedia

CAPITAL GAIN

This refers to an increase in the value of a capital asset (investment or real estate) that gives it a higher worth than the purchase price. The gain is not realized until the asset is sold. While capital gains are associated with stocks and funds due to their inherent price volatility, a capital gain can occur on any security that is sold for a higher price than the purchase price that was paid for it.

Source: Investopedia

STOCK MARKET PERFORMANCE

STOCK MARKET PERFORMANCE					
COUNTRY	Year End	Wk Open	Wk Close	Wk Chg	YTD Return (%)
	2017				
GHANA	2,579.12	2,781.63	2,870.81	89.18	11.31
NIGERIA	38,243.19	43,119.00	45,092.83	1,973.83	17.91
MAURITIUS	2,202.14	2,751.51	2,257.87	-493.64	2.53
KENYA	171.20	176.07	180.17	4.1	5.24
SOUTH AFRICA	59,504.67	60,240.96	60,912.88	671.92	2.37

This publication is for information purposes only and may not be duplicated in whole or in part, circulated or disclosed without the prior consent of PSBL. Neither PSBL nor its employees make any representation as to the accuracy and completeness of the information contained in this report. We therefore accept no liability for any loss arising from the use of such information. All opinions and estimates included herein constitute our opinion as of this date and are subject to change. We or persons involved in the preparation and issuance of this material may from time to time buy or sell securities of companies mentioned therein. For enquires in relation to this publication, contact P. O. Box CT 628 Cantonments, Accra Tel. 770936/768386/ 769683/771284 or email: info@prudentialstockbrokers.com