

PRUDENTIAL STOCKBROKERS LTD

WEEKLY MARKET REVIEW

WEEK-ENDING 14TH JUNE, 2019

THE MARKET AT A GLANCE			
	Review Wk	Previous Wk	Increase/Decrease
GSE All-Share Index	2,401.96	2,463.83	-61.87
Year-to-date	-6.62	-4.21	57.24%
Price Movements	GHS	GHS	
ACCESS	3.40	4.00	-15.00%
BOPP	3.51	3.52	-0.28%
EGL	2.18	2.19	-0.46%
ETI	0.12	0.14	-14.29%
FML	7.00	7.50	-6.67%
GCB	4.59	5.05	-9.11%
GOIL	2.20	2.30	-4.35%
MTNGH	0.72	0.73	-1.37%
SCB	21.64	21.65	-0.05%
TBL	0.12	0.18	-33.33%
TOTAL	4.25	4.99	-14.83%
UNIL	17.65	17.66	-0.06%

SHARES TRADING ACTIVITY	Review Week	Previous Week	Increase/Decrease
Volume Traded	3,466,410	3,521,532	-1.57%
Value Traded (GHS)	6,080,776.86	3,131,683.84	94.17%
Value Traded (\$)	1,160,431.45	599,262.11	93.64%
Market Capitalization (GHS)	58,804.41	59,831.03	1.72%
Market Capitalization (\$)	11,222.00	11,448.94	-1.98%

MONEY MARKET RATES				
Maturity	Discount Rate (%)		Interest Equivalent (%)	
	Review week	Previous week	Review week	Previous week
91-DAY	14.2234	14.2953	14.7478	14.8252
182-DAY	14.1652	14.2561	15.2449	15.3503
364-DAY	15.2539	15.2582	17.9996	18.0056

Currency Rates					
Currency	Review wk	Previous wk	Chg	Year-end 2018	chg
	14/06/2019	07/06/2019	Review wk (%)	GHS	YTD (%)
USD(\$)	5.2401	5.2259	-0.272	4.8200	-8.72
Pound (£)	6.6057	6.6424	0.553	6.1711	-7.04
Euro (€)	5.8804	5.9020	0.366	5.5131	-6.66

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 61.87 points to close at **2,401.96** bringing the Year-to-date return of GSE Composite Index to **-6.62%**. Market Capitalization decreased by **GHC1,026.62m** to settle at **GHC58,804.41m** representing a 1.72% downward movement from the previous week.

Market Turnover

Total volume of shares traded for the period under review was 3,466,410 valued at **GHC6,080,776.86(US\$1,160,431.45)**

TOP FIVE (5) TRADED EQUITIES

Equity	Trade Volume	Trade Value (GH¢)	Trade Value (US\$)	Volume (%)
EGL	934,200	2,036,556.00	388,648.31	26.97
TBL	699,200	87,948.00	16,783.65	20.18
GGBL	676,500	1,474,769.00	281,439.09	19.53
MTNGH	506,600	365,329.00	69,717.94	14.62
GCB	418,100	1,894,142.00	361,470.58	12.07

HIGHEST BIDS AND OFFERS OUTSTANDING FOR THE WEEK

Equity	Bids Outstanding (Average)	Equity	Offers Outstanding (Average)
MTNGH	385,920	TBL	1,189,000
ALW	183,840	SPL	975,660
SCB-P	84,000	CPC	484,520
GCB	80,540	MTNGH	189,000
EGH	74,040	CAL	100,400

Share prices of **ALW, EGH, GCB, MTNGH** and **SCB-P** are expected to increase in the coming week as they recorded the highest outstanding bids during the week under review. The prices of **CPC, TBL, SPL, and CAL** 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 decreased by 0.0774% to close the review week at **14.7478%**. The 182-Day Treasury bill rate decreased by 0.1054% to close the week at **15.2449%**. The 364-Day Treasury bill ended the review week at 17.9996% and the Two and Three year note ended the review week at **19.7500 and 20.00%** respectively.

The Currency Market:

On the Inter Bank market, the Cedi appreciated against some of the major trading currencies. It lost 0.272% against the US Dollar closing the review week at **GHC5.2401**. It gained 0.553% against the UK Pound closing the review week at **GHC6.6057**. It gained 0.366% against the Euro to close at **GHC5.8804**.

CORPORATE NEWS

INFLATION DROPS TO 9.40% IN MAY

The Consumer Price Index (CPI) measures the change over time in the general price level of goods and services that households acquire for the purpose of consumption. The year-on-year inflation as measured by the CPI was 9.4% in May, 10bps from 9.5% recorded in April, 2019. The food and non-alcoholic beverages group recorded a year-on-year inflation rate of 6.7% in May. This was 0.60% lower than the 7.3% recorded in April, 2019. The non-food group recorded an inflation rate of 10.6% in May compared to 10.4% recorded in April. The drop in inflation was attributed to favorable weather pattern, government policy on planting for food and jobs as well as exchange rate stability.

Source: GSS

AYRTN- PURCHASE OF SHARES BY EQUATORIAL CROSS ACQUISITION

A management consulting firm and an investment holding company, Equatorial Cross Acquisitions Limited (ECA) has purchased 25.10% shares in Aryton Drugs Manufacturing Limited from Adcock Ingram International Limited. Major shareholders in Aryton drugs include Dannex Limited and Social Security and National Insurance Trust.

Source: GSE

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	9.40%	16.00%
NIGERIA	11.37%	13.50%
KENYA	5.49%	9.00%
MAURITIUS	1.00%	3.50%
S. AFRICA	4.40%	6.75%

Source: Various Central Banks

INTERNATIONAL COMMODITY MARKET

COMMODITIES	WK OPEN	WK CLOSE	% CHANGE
GOLD \$/t OUNCE	1,327.98	1,347.18	1.46
COCOA \$/METRIC TON	2,503.00	2,496.00	-0.28

Source: Bloomberg

BUSINESS TERMS OF THE WEEK

STOP ORDER

A stop order is an order to buy or sell a security when its price moves past a particular point. Essentially, a stop order is placed when an investor or trader wants an order to be executed after a security reaches a specific price. This price is known as stop order price. This ensures a high probability of achieving a predetermined entry or exit price, limiting the investor's loss or locking in profit. The moment the price crosses the predefined entry or exit point, the stop order becomes a market order.

Source: Investopedia

TIME VALUE OF MONEY

Also referred to as the present discounted value, it the idea that money available at the present time is worth more than the same amount in the future due its potential earning capacity. This core principle of finance holds that, provided money can earn interest, any amount of money is worth more the sooner it is received. Rational investors prefer to receive money today rather than the same amount money in the future because of money's potential to grow in value over a given period of time.

Source: Investopedia

STOCK MARKET PERFORMANCE					
COUNTRY	Year End	Wk Open	Wk Close	Wk Chg	YTD Return (%)
	2018				
GHANA	2,572.22	2,431.62	2,401.96	-29.66	-6.62
NIGERIA	31,430.50	30,322.19	30,046.70	-275.49	-4.40
MAURITIUS	2,218.52	2,120.31	2,111.21	-9.10	-4.84
KENYA	140.43	150.04	150.12	0.08	6.90
SOUTH AFRICA	52,736.86	58,481.05	58,193.78	-287.27	10.35

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**