

# END OF MONTH REPORT JULY 2019



**SIC BROKERAGE LTD**

Your Preferred Stockbroker  
(Member of the Ghana Stock Exchange)

ECONOMIC REVIEW		
	JULY'19	JULY '18
Monetary Policy Rate	▼16.00%	17.00%
Inflation Rate	▼9.10% <sup>1</sup>	9.60%
Reference Rate	▲16.14%	16.11%
<b>Interest Rate</b>		
91-Day T-Bill	▲14.73%	13.32%
182-Day T-Bill	▲15.18%	13.85%
364- Day Bill	▲17.90%	14.75%
5-Year	19.50%	-
<b>Interbank Currency Rate<sup>2</sup> (%)</b>		
USDGHS	▲-0.02%	▼3.71%
GBPGHS	▲-3.37%	▼3.15%
EURGHS	▲-1.63%	▼4.13%

1 figure represents Inflation rate for June 2019 since July 2019 has not been released at the time of reporting.

2 figures represents rate of depreciation ▼ or appreciation ▲ in percentage.

Stock Market Summary		
Ticker	JULY'19	JULY '18
GSE-CI	▼2,346.52	2,931.19
YTD (GSE-CI)	▼-8.77%	13.62%
GSE-FSI	▼2,069.50	2,658.68
YTD (GSE-FSI)	▼-3.91%	15.07%
Mkt Cap (GH¢ 'M)	▲58,235.88	55,514.70
Volume	▼12,856,233	13,727,012
Value (GH¢)	▼18,638,749.25	28,759,156.84

## ECONOMIC REVIEW

- Interest rates remained relatively stable in the month of July 2019 as the government called on support to bring double-digit interest rates down to a single-digit to help prop up the private sector in the country.
- As domestic activities continue to pick up as seen by the GDP

GAINERS— July 2019					
Ticker	Year High (GH¢)	Year Low (GH¢)	Month Open (GH¢)	Month Close (GH¢)	▲ Gain (%)
SPL	0.04	0.02	0.02	0.03	50.00
GCB	5.05	3.5	4.93	4.95	0.41
EGH	8.50	6.50	8.49	8.50	0.12

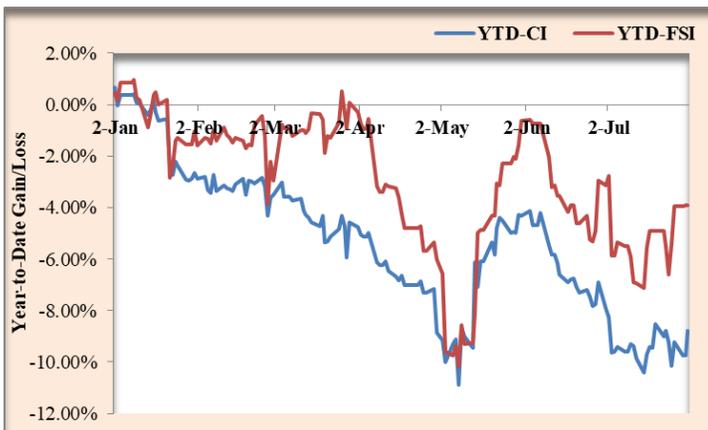
LAGGARDS—July 2019					
Ticker	Year High (GH¢)	Year Low (GH¢)	Month Open (GH¢)	Month Close (GH¢)	▼ Loss (%)
IIL	0.08	0.05	0.07	0.05	28.57
TOTAL	5.10	3.04	4.00	3.40	15.00
ACCESS	4.00	2.90	3.40	3.00	11.76
CMLT	0.10	0.09	0.10	0.09	10.00
GOIL	3.12	2.00	2.20	2.00	9.09
BOPP	5.09	3.20	3.50	3.20	8.57
GGBL	2.20	2.00	2.18	2.00	8.26
FML	8.01	4.48	5.00	4.59	8.20
CAL	1.08	0.80	1.04	0.99	4.81
SOEGH	0.98	0.71	0.75	0.73	2.67
MTNGH	0.80	0.67	0.73	0.72	1.37
SCB	21.44	19.00	19.02	19.00	0.11

## THE STOCK MARKET

July 2019 appeared to have been the worst month for the year. The Composite Index's record low performances for the year and pro-longed decline in prices characterized the stock market. The Composite Index closed the month with a year-to-date loss of 8.77% compared to a year-to-date gain of 13.62% for the same period the previous year. This bearish market could be attributed to the low investor confidence in the financial sector resulting from the banking reforms that occurred last year.

at 6.7% (1st Quarter) and inflation trending downwards, the BoG maintained the monetary policy rate at 16.00%. This represented 100 basis points reduction from the same period the previous year.

- The regulations imposed by the Central bank appeared to have had a positive impact on the economy as the Cedi remained relatively stable against some major trading currencies.
- The Cedi appreciated against the British Pound by 3.37% compared to a depreciation of 3.15% in July 2018.
- Furthermore, the Cedi grew stronger against the Euro with an appreciation of 1.63% in the month of July 2019: in comparison to a 4.13% depreciation .



Year-to-Date Gain (YTD) of the GSE Composite Index (CI) and Financial Stock Index (FSI)

Surviving banks after the reforms posted some sterling financial performances as depicted by the mid-year financial results with significant rise in their net trading income. However, investors appear to be indifferent to the information, as confidence remains low. Analyst believe that the low investor confidence may prolong in the short to medium term and investors may take advantage of low prices and take positions.

Liquidity was on the low side this month as 12.8 million shares of 28 companies traded on the bourse. MTNGH emerged as the most liquid stock in July by exchanging 7.2 million shares.

**TOP 20 LIQUID STOCKS FOR JULY 2019**

Equity	Volume	Value (GH¢)	Mkt Share	Price (GH¢)
MTNGH	7,226,000	5,192,575.00	56.24%	0.72
GGBL	2,428,400	5,245,335.00	18.90%	2.00
FML	902,100	4,139,176.00	7.02%	4.59
GCB	419,300	2,073,507.00	3.26%	4.95
ETI	379,600	46,659.00	2.95%	0.12
SOEGEH	347,900	250,507.00	2.71%	0.73
IIL	245,400	12,350.00	1.91%	0.05
SPL	219,000	6,570.00	1.70%	0.03
TBL	168,700	20,244.00	1.31%	0.12
EGL	128,600	269,300.00	1.00%	2.10
GOIL	90,400	188,684.00	0.70%	2.00
EGH	82,900	666,397.00	0.65%	8.50
SIC	70,700	7,777.00	0.55%	0.11
CAL	60,500	59,080.00	0.47%	0.99
SCB	16,830	320,602.40	0.13%	19.00
TOTAL	16,300	57,340.00	0.13%	3.40
PZC	13,800	5,520.00	0.11%	0.40
ACCESS	11,900	34,584.00	0.09%	3.00
AYRTN	6,100	488.00	0.05%	0.08
BOPP	3,300	11,199.00	0.03%	3.20

This represented 56% of volume. (see Table on the left). The GSE Alternative market (GAX) saw some activity with 245,400 shares of IIL trading. This was 1.91% of total volume.

Trading sessions in July produced three gainers and twelve losers while thirteen remained unchanged. SPL gained 50% to close the month at GH¢0.03; thus leading the pack of gainers.

This month saw Fan Milk Ltd. (FML) lose 8.20% to touch GH¢4.59, the lowest price since its fall from GH¢17.60 last year April. However, Analysts have predicted a rebound after the company announced changes in the composition of the Board of Directors due to Danone , a leading global food & beverage company increasing its stake in Fan Milk International A/S from 51% to 100% . The 49% stake they acquired was previously held by Abraaj.

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