

INVESTMENT TERM OF THE WEEK

Stock Market Crash: A stock market crash is a rapid and often unanticipated drop in stock prices. A stock market crash can be a side effect of a major catastrophic event, economic crisis, or the collapse of a long-term speculative bubble. Reactionary public panic about a stock market crash can also be a major contributor to it, inducing panic selling that depresses prices even further.

ETFs: GREAT DEAL FOR INVESTORS

An exchange-traded fund (ETF) is a type of security that tracks an index, sector, commodity, or other assets, but which can be purchased or sold on a stock exchange the same as a regular stock.

New Gold ETF (GLD), an exchange-traded fund sponsored by Absa Capital, offers the opportunity to invest in gold bullion.

The company issues listed instruments (structured as debentures) backed by physical gold. Each debenture is approximately equivalent to 1/100 ounces of gold bullion, which is held with a secure depository on behalf of investors. The debentures are listed on the Ghana Stock Exchange (GSE) and six other African stock exchanges.

The current share price of New Gold ETF (GLD) is GH¢261.40.

EQUITY MARKET HIGHLIGHTS: The Ghana Stock Market falls 10.82 points over the week to close at 2,449.49; returns -12.18% YTD.

Market activity for the week declined by 10.82 points to close at 2,449.49 points translating into a YTD return of -12.18%. The GSE Financial Stock Index (GSE-FSI) however gained 1.74 points to close at 2,071.63 points translating into a YTD return of -3.73%.

Twenty-three (23) equities traded over the week, ending with two (2) gainers and one (1) decliner. NewGold (GLD) and Trust Bank Gambia Ltd. (TBL) were the gainers as they gained GH¢43.20 and GH¢0.05 to close trading at GH¢261.40 and GH¢0.60 respectively. Scancom PLC. (MTNGH) was the sole decliner as it lost GH¢0.01 to close trading at GH¢0.87. Market Capitalization increased by GH¢12.38 million to close the trading week at GH¢64.69 billion.

A total of 512,787 shares valued at GH¢8,720,701.69 were traded during the week. Compared with the previous trading week, this week's data shows a decline of 0.79% and 43.02% respectively in volume traded and trade turnover. MTNGH emerged as the most traded stock at the close of trading session, accounting for 50.77% of overall trade volume, whilst GLD accounted for 89.43% of the total value traded.

GSE EQUITY MARKET PERFORMANCE

Indicator	Current Week	Previous Week	Change
GSE-Composite Index	2,449.49	2,460.31	-10.82 pts
YTD (GSE-CI)	-12.18%	-11.80%	3.22%
GSE-Financial Stock Index	2,071.63	2,069.89	1.74 pts
YTD (GSE-FSI)	-3.73%	-3.81%	-2.10%
Market Cap. (GH¢ MN)	64,690.55	64,678.17	12.38
Volume Traded	512,787	516,886	-0.79%
Value Traded (GH¢)	8,720,701.69	15,304,079.71	-43.02%

TOP TRADED EQUITIES

Ticker	Volume	Value (GH¢)
MTNGH	260,364	228,832.43
GCB	76,490	302,135.50
TOTAL	70,046	280,184.00
GLD	30,818	7,798,835.20
CAL	25,058	20,046.40



NewGold

89.43%

KEY ECONOMIC INDICATORS

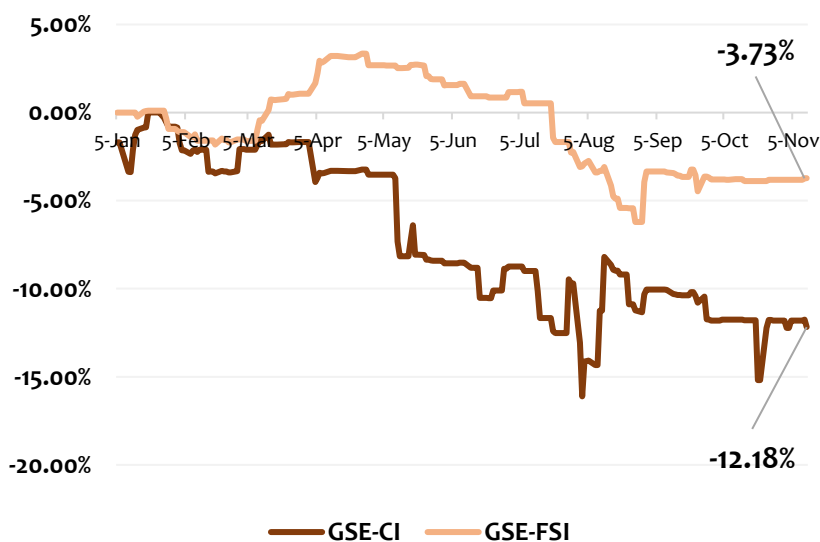
Indicator		Current	Previous
Monetary Policy Rate	August 2022	24.50%	22.00%
Real GDP Growth	March 2022	3.30%	5.40%
Inflation	October 2022	40.40%	37.20%

Source: GSS, BOG, GBA

GAINERS & DECLINER

Ticker	Close Price (GH¢)	Open Price (GH¢)	Price Change	Y-t-D Change
GLD	261.40	218.20	43.20	140.70%
TBL	0.60	0.55	0.05	76.47%
MTNGH	0.87	0.88	-0.01	-21.62%

GSE-CI & GSE-FSI YTD PERFORMANCE



SBL RECOMMENDED PICKS

Equity	Price	Opinion	Market Outlook
MTN GHANA	GH¢ 0.87	Strong 2022 Q3 Financials	↑ Higher Ask Price
BOPP	GH¢ 6.91	Strong 2022 Q3 Financials	— Low offers
CAL BANK	GH¢ 0.80	Strong 2022 Q3 Financials	— Available offers
ECOBANK	GH¢ 6.64	Strong 2022 Q3 Financials	— Bargain bids
SOGEGH	GH¢ 1.00	Strong 2022 Q3 Financials	— Low demand
FANMILK	GH¢ 3.00	Positive Sentiment	— Low demand

EQUITY UNDER REVIEW:

NEWGOLD (GLD)







Share Price	GH¢261.40
Price Change (YtD)	140.70%
Market Cap. (GH¢)	GH¢758.06 million
Dividend Yield	-
Earnings Per Share	-
Avg. Daily Volumes	5,345
Value Traded (YtD)	GH¢218,118,044

SUMMARY OF OCTOBER 2022 EQUITY MARKET ACTIVITIES

Indicator	October 2022	October 2021	% Change
GSE-CI YTD CHANGE	-11.80%	47.52%	-
GSE-CI	2,460.31	2,864.31	-14.10%
GSE-FSI YTD CHANGE	-3.81%	16.79%	-
GSE-FSI	2,069.89	2,082.12	-0.59%
VOLUME	21.34 M	23.30 M	-8.41%
VALUE (GH¢)	150.06 M	34.16 M	339.29%
MKT. CAP. (GH¢M)	64,727.18	64,270.46	0.71%
ADVANCERS & DECLINERS	GLD, BOPP, TBL GOIL, GCB, SIC		







Source: Ghana Stock Exchange, SBL Researchss

GSE AGAINST SELECTED AFRICAN STOCK MARKETS

Country	Current Level	YTD
 (Ghana) GSE-CI	2,449.49	-12.18%
 (Botswana) BGSMDC	7,591.19	5.74%
 (Egypt) EGX-30	12,136.37	38.48%
 (Kenya) NSE ASI	127.85	-4.63%
 (Nigeria) NGSE ASI	43,818.12	-16.08%
 (South Africa) JSE ASI	72,903.31	12.01%
 (WAEMU) BRVM	192.89	-6.95%




Source: Bloomberg

CURRENCY MARKET

Currency	Closing Week	Previous Week	YTD Change
	(GH¢)	(GH¢)	%
 DOLLAR	13.0759	13.0077	-54.07%
 POUND	15.4263	14.6948	-47.32%
 EURO	13.5147	12.8857	-49.48%
 YEN	0.0941	0.0885	-44.50%
 YUAN	1.8465	1.8109	-48.83%
 CFA FRANC	48.5368	50.9060	97.93%

Source: Bank of Ghana

COMMODITIES MARKET

Commodity	Closing Week	Previous Week	YTD (%)
 BRENT CRUDE OIL (US\$/bbl.)	94.86	97.85	19.89%
 GOLD (US\$/oz)	1,766.80	1,671.57	-3.18%
 COCOA (US\$/MT)	2,426.53	2,279.89	-0.96%

Source: Bloomberg, Bullion by Post, ICCO

JUSTIFICATIONS FOR INCLUDING STOCKS IN A PORTFOLIO

- Typically, stocks outperform all other investment options over a ten-year period making them a must for long term portfolio.
- They are excellent vehicles for retirement.
- Except for a few short periods, stocks have consistently outpaced the rate of inflation.

ANALYSTS

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