

INVESTMENT TERM OF THE WEEK

Value Investing: A strategy whereby investors purchase equity securities that they believe are selling below estimated true value. Value investors actively ferret out stocks they think the stock market is underestimating. The investor can profit by buying these securities when selling them once they appreciate to their real value. Value investing utilizes financial analysis, doesn't follow the herd, and patiently invests long-term in quality companies.

ETFs: GREAT DEAL FOR INVESTORS

An exchange traded fund (ETF) is a type of security that tracks an index, sector, commodity, or other asset, 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¢171.00.

EQUITY MARKET HIGHLIGHTS: The Ghana Stock Market drops 27.45 points over the week to close at 2,533.04; returns -9.19% YTD.

Market activity for the week inched downwards by 27.45 points to close at 2,533.04 points translating into a YTD return of -9.19%. The GSE Financial Stock Index (GSE-FSI) also lost 50.02 points to close at 2,035.38 points translating into a YTD return of -5.41%. Twenty (20) equities traded over the week, ending with three (3) gainers and four (4) decliners. GLD, BOPP and ACCESS were the gainers as they gained GH¢7.50, GH¢0.34 and GH¢0.30 respectively whilst the decliners were ETI, EGH, TOTAL and GCB as they lost GH¢0.01, GH¢0.05, GH¢0.09 and GH¢0.94 respectively. As a result, Market Capitalization decreased by GH¢450.79 million to close the trading week at GH¢64.35 billion.

A total of 843,097 shares valued at GH¢42,192,323.65 traded during the week. Compared with the previous trading week, this week's data shows an 81.91% decline in volume traded and 185.89% increase in trade turnover. NewGold (GLD) accounted for 98.27% of the total value traded and recorded the most volumes traded.

GSE EQUITY MARKET PERFORMANCE

Indicator	Current Week	Previous Week	Change
GSE-Composite Index	2,533.04	2,560.49	-27.45pts
YTD (GSE-CI)	-9.19%	-8.20%	12.07%
GSE-Financial Stock Index	2,035.38	2,085.40	-50.02pts
YTD (GSE-FSI)	-5.41%	-3.09%	75.08%
Market Cap. (GH¢ MN)	64,351.56	64,802.35	-450.79
Volume Traded	843,097	4,660,329	-81.91%
Value Traded (GH¢)	42,192,323.65	14,758,112.92	185.89%

TOP TRADED EQUITIES

Ticker	Volume	Value (GH¢)
GLD	241,868	41,463,444.40
CAL	241,589	183,607.64
MTNGH	168,290	159,875.50
SIC	82,861	26,515.52
GCB	31,132	135,582.68



NewGold

98.27%

KEY ECONOMIC INDICATORS

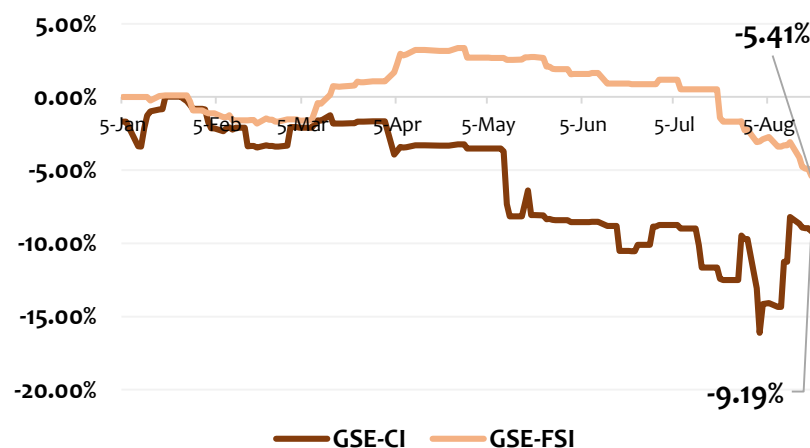
Indicator		Current	Previous
Monetary Policy Rate	August 2022	22.00%	19.00%
Real GDP Growth	March 2022	3.3%	5.4%
Inflation	July 2022	31.7%	29.8%

Source: GSS, BOG, GBA

GAINERS & DECLINERS

Ticker	Close Price (GH¢)	Open Price (GH¢)	Price Change	Y-t-D Change
GLD	171.00	163.50	7.50	57.46%
BOPP	6.34	6.00	0.34	-4.66%
ACCESS	3.30	3.00	0.30	4.76%
ETI	0.13	0.14	-0.01	-7.14%
EGH	6.80	6.85	-0.05	-10.53%
TOTAL	4.00	4.09	-0.09	-20.32%
GCB	4.05	4.99	-0.94	-22.71%

GSE-CI & GSE-FSI YTD PERFORMANCE



SBL RECOMMENDED PICKS

Equity	Price	Opinion	Market Outlook
MTN GHANA	GH¢ 0.95	Strong 2022 Q2 Financials	↑ Higher Ask Price
BOPP	GH¢ 6.34	Strong 2022 Q2 Financials	— Low offers
CAL BANK	GH¢ 0.76	Strong 2022 Q2 Financials	— Available offers
ECOBANK	GH¢ 6.80	Strong 2022 Q2 Financials	— Bargain bids
SOGEGH	GH¢ 1.00	Strong 2022 Q1 Financials	— Low demand
FANMILK	GH¢ 3.00	Positive Sentiment	— Low demand

EQUITY UNDER REVIEW:

ACCESS BANK GHANA PLC. (ACCESS)








Share Price	GH¢3.30
Price Change (YtD)	4.76%
Market Cap. (GH¢)	GH¢574.03 billion
Dividend Yield	24.02%
Earnings Per Share	GH¢2.3230
Avg. Daily Volumes	2,260
Value Traded (YtD)	GH¢1,732,188

SUMMARY OF JULY 2022 EQUITY MARKET ACTIVITIES

Indicator	July 2022	July 2021	% Change
GSE-CI YTD CHANGE	-9.70%	39.95%	-
GSE-CI	2,518.86	2,717.30	-7.30%
GSE-FSI YTD CHANGE	-2.24%	6.02%	-
GSE-FSI	2,103.58	1,890.15	11.29%
VOLUME	64.33 M	22.42 M	186.89%
VALUE (GH¢)	61.49 M	33.67 M	82.65%
MKT. CAP. (GH¢M)	64,383.34	62,248.75	3.43%
ADVANCERS & DECLINERS	GLD, EGL, GGBL, SIC, TBL, POP GCB, GOIL, CAL, ACCESS, MTNGH, SOGEGH		







Source: Ghana Stock Exchange, SBL Research

GSE AGAINST SELECTED AFRICAN STOCK MARKETS

Country	Current Level	YTD
 (Ghana) GSE-CI	2,533.04	-9.19%
 (Botswana) BGSMDC	7,300.16	1.69%
 (Egypt) EGX-30	10,094.16	15.17%
 (Kenya) NSE ASI	146.32	9.15%
 (Nigeria) NGSE ASI	49,370.62	-5.45%
 (South Africa) JSE ASI	69,719.43	7.11%
 (WAEMU) BRVM	206.92	-0.18%




Source: Bloomberg

CURRENCY MARKET

Currency	Closing Week	Previous Week	YTD Change
	(GH¢)	(GH¢)	%
 DOLLAR	8.1491	8.0571	-26.30%
 POUND	9.6253	9.7841	-15.56%
 EURO	8.1831	8.2710	-16.56%
 YEN	0.0595	0.0604	-12.20%
 YUAN	1.1950	1.1972	-20.94%
 CFA FRANC	80.1605	79.3086	19.84%

Source: Bank of Ghana

COMMODITIES MARKET

Commodity	Closing Week	Previous Week	YTD (%)
 BRENT CRUDE OIL (US\$/bbl.)	97.05	98.09	22.66%
 GOLD (US\$/oz)	1,749.46	1,799.26	-4.13%
 COCOA (US\$/MT)	2,292.40	2,315.45	-6.44%

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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