



ENSURING INVESTOR PROTECTION

SEC NEWS

OFFICIAL NEWSLETTER OF SECURITIES & EXCHANGE COMMISSION

4TH QUARTER (OCT. - DEC.) 2020



OICU-IOSCO

45th IOSCO Annual Meeting

| HELD ONLINE |



*Public Interest Warning To
Investors Regarding Wiseline
Online Investment Company*



*Investor Protection Mandate
of SEC*



*4th Quarter Market Summary
Analyses & Highlights*



Key Market Statistics



*Infractions, Penalties and
Complaints Received in the
Fourth Quarter of 2020*



"I will tell you how to become rich. Close the doors. Be fearful when others are greedy. Be greedy when others are fearful." — Warren Buffett





TABLE OF CONTENTS

02

NOTICE TO THE PUBLIC

Public Advice
Public Notice

03

INTERNATIONAL UPDATES

The International Organization of Securities Commissions (IOSCO) held its 45th Annual Meetings online.

04

KNOWLEDGE BANK

The risk of losing money can arise from many types of financial transactions. This implies that financial markets have always been subject to compliance for rules and codes of conduct to protect investors and the general public, although in some cases, these rules have not always been enforced as robustly as they should.

06

ENFORCEMENTS

Infractions, Penalties and Complaints Received during the Fourth Quarter of 2020.

09

FACTS & FIGURES

- Assets Under Management (4th Quarter 2020)
- Offers and Other Approvals
- Capital Market Statistics and Analyses

13

MARKET SUMMARY ANALYSES & HIGHLIGHTS

The Ghana Stock Exchange Composite Index (GSE-CI), closed at 1,941.59 points from 1,856.56 points recorded at the end of third quarter (Q3) 2020. This represents a -13.98% year-to-date (YTD) change compared to -17.75% YTD as at the end of September 2020. This indicates a slight improvement from the previous quarter.

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DESIGNED & PRINTED BY:



ISSUE 12, Q4 2020

1

NOTICE TO THE PUBLIC

1. PUBLIC ADVICE

Members of the general public are advised to use the Commission's Toll-Free Line 0800100065 or Main Line 0302768970-2 to contact the Commission on any issue they may have relating to the securities market and investments, including:

- Seeking general information about the securities market and products.
- Seeking information about licensed capital market operators.
- Reporting persons suspected to be operating in the securities market without a license.
- Reporting fraudulent investment schemes (e.g. Ponzi schemes).
- Reporting fraudulent activities of capital market operators.
- Making complaints against capital market operators.

2. PUBLIC NOTICE

PUBLIC INTEREST WARNING TO THE GENERAL PUBLIC ON ELECTRONIC COMMERCE AND TRADING SCHEME: NOTICE NUMBER: SEC/PN/001/01/2021

The Securities and Exchange Commission (hereinafter referred to as "SEC") is the statutory body mandated by the Securities Industry Act 2016 (Act 929) to promote the orderly growth and development of an efficient, fair, and transparent securities market in which investors and the integrity of the market are protected.

One of the core functions of the SEC is to maintain surveillance over activities in the securities industry and to protect investors by publishing at regular intervals information to the public to inform their investment decisions.

The General Public is hereby put on notice that WISELING ONLINE INVESTMENT COMPANY, a Finnish-based company operating in Ghana has not been licensed by the Securities and Exchange Commission (SEC) to carry out any Capital Market activity including investing or trading for returns as mandated by Section 3 of the Securities Industry Act, 2016 (Act 929).

WISELING ONLINE INVESTMENT COMPANY is therefore not regulated by the SEC. The General Public is advised to be cautious with investing in unlicensed products. The General and investing Public is further advised to consult the SEC through its toll-free line number 0800100065 or main line number 0302768970-2 to confirm the licensing status of any firm offering products or services relating to investments in the Capital Market.

The SEC wishes to reassure all Market Operators, Investors, and the General Public that it is dedicated to ensuring rigorous implementation of all the rules for operators in the Capital Market to promote the orderly growth and development of an efficient, fair and transparent securities market in which investors and the integrity of the market are protected.

This Public Interest Warning is issued pursuant to Sections 3 and 208(c) of the Securities Industry Act, 2016 (Act 929).

ISSUED BY ORDER OF
THE SECURITIES AND EXCHANGE COMMISSION
DATED: 23rd February 2021



2. INTERNATIONAL UPDATES

45TH IOSCO ANNUAL MEETING HELD ONLINE

DOROTHY YEBOAH-ASIAMAH

Manager, International Relations and Board Secretary

International Organization of Securities Commissions (IOSCO) held its 45th Annual Meetings online. The meetings took place from 9th to 18th November 2020 and included virtual meetings of the IOSCO Board, IOSCO's Growth and Emerging Markets (GEM) Committee, its four Regional Committees and the Affiliate Members Consultative Committee (AMCC), culminating with the meeting of its Presidents Committee. 480 members from 159 jurisdictions participated in the event.

Among the issues discussed was the impact of COVID 19 on capital markets and other priority issues facing securities market regulators and supervisors.

The IOSCO Board also agreed to undertake further work on the following:

- i. Good practices or recommendations for audit committees on goodwill impairment.
- ii. Potential valuation-related

issues in financial reporting, auditing and disclosures.

iii The impact of COVID-19 on secondary trading market microstructure mechanisms, the operations of trading venues and business continuity planning.

Mr. Ashley Alder, Chair of the IOSCO Board, in his remarks noted that, though the Annual Meeting was virtual, members made tremendous progress in addressing the emerging risks arising from the COVID-19 pandemic and other critical matters such as climate change and financial stability issues. IOSCO had proven it could respond quickly and effectively to events that could harm investors and undermine market integrity.

IOSCO Secretary General Paul Andrews to end his tenure in February 2021

The International Organization of Securities Commissions (IOSCO) announced that its Secretary General Paul Andrews would end his tenure in February 2021.

IOSCO reported that, under Mr. Andrews' leadership, the

Secretariat gave invaluable support and guidance for IOSCO's sharpened focus on substantive market and policy issues such as asset management, crypto-assets, unintended market fragmentation and sustainable finance, thereby enhancing IOSCO's relevance to both members and global securities markets. Simultaneously, during his tenure, IOSCO strengthened and expanded its capacity building activities while increasing the collaboration among IOSCO members on key policy issues.

Under Mr. Andrews' leadership, the General Secretariat also provided critical support to the IOSCO Board in its endeavor to ensure that securities markets remained open and able to fund the real economy during the market turmoil caused by COVID-19. Until Paul's successor is appointed, his deputy, Tajinder Singh, would be acting Secretary General from the end of February 2021.



3. KNOWLEDGE BANK

INVESTOR PROTECTION MANDATE OF SEC:

WHAT INVESTORS MUST DEMAND FROM LICENSEES BASED ON THE CONDUCT OF BUSINESS GUIDELINES 2020 (CBG, 2020)

FRANK BINEY DONKOR
Manager, Policy and Research, SEC

The risk of losing money can arise from many types of financial transactions. This implies that financial markets have always been subject to compliance for rules and codes of conduct to protect investors and the general public, although in some cases, these rules have not always been enforced as robustly as they should.

Following the financial crisis, regulators have introduced new rules and codes of conduct to put the client (or the customer) at the heart of regulation. Acting in the client's best interest is the fundamental rule expected of all market operators and intermediaries (licensees) in financial markets. It is certainly a requirement by regulators worldwide, who consider investor protection as one of their principal or core priorities, which are treated by extensive provisions under 'conduct of business' rules.

Acting in the client's best interest

may take many forms such as ensuring that the financial firm or intermediary has sufficient information to be able to properly advise the client, through to selecting suitable investments to meet the client's needs and undertaking transactions on behalf of clients in a timely manner. Thus, the overriding requirement from financial intermediaries (licensees) is that they conduct themselves in such a way that they put the interests of the client first over the demands of their firm's interests.

It was in respect of the above that, the Commission (SEC-Ghana) issued the "Conduct of Business Guidelines (CBG, 2020)" in October 2020 which derived its source from the objects of the commission provided in section 2 of the Securities Industry Act, 2016 (Act 929), which states as follows, "The object of the Commission is to regulate and promote the growth and development of an efficient, fair and transparent securities market in which investors and the integrity of the market are protected."

It is important that investors and the general public be made aware of the relevance of portions of the Conduct of Business Guidelines, 2020. These

guidelines are designed to equip and help investors and the general public to make an informed decision regarding investments. As the saying goes "A smart investor is a well-informed investor",

In this issue, we shall focus on part five of the CBG, 2020 which has the heading "Relations with Clients". Section 2 (1) of the CBG, 2020 gives a general requirement for the conduct of business as follows:

A market operator shall;

- (a) act with integrity and fairness;
- (b) apply due care, skill, and diligence in the best interests of its clients and the integrity of the capital market;
- (c) observe high standards of ethical and professional conduct; and
- (d) not place its own interests above those of its clients.

Following from section 2 (1) of the CBG, 2020, we proceed to look at some major highlights under section 20 of the CBG, 2020 which places an obligation on a licensee on how to deal with investors or its clients and read as follows,

- (1) A market intermediary shall have a duty of care to its clients and shall act fairly and with due diligence in the best



interests of its client when providing services to the client in accordance with the client agreement.

(2) A market intermediary shall identify, and verify the client's identity using reliable, independent data, including the identity of those who beneficially own or control securities that are subject to the market intermediary's control.

(3) A market intermediary that is a broker/dealer, fund manager, primary dealer or investment adviser shall, unless the client is a qualified investor, have a written agreement with each client that is signed by the client and the market intermediary, and:

(a) the client shall have a copy of the agreement;

(b) the market intermediary shall abide by the agreement;

(c) the agreement shall include all the information described in Schedule 2 (i.e., is the client agreements form)

(d) the market intermediary shall review and update the agreement whenever any material information changes or on a periodic basis which shall be no less frequently than annually.

(4) A market intermediary shall only charge fees in accordance with a client agreement.

(5) A market intermediary that is providing investment advice or fund management services shall not provide such services unless and until the market intermediary obtains sufficient information about the client and the client's circumstances to ensure that the services provided and any advice

given to or decisions taken on behalf of the client are suitable for the client. The information shall be documented, approved and signed by the client and shall include particulars of:

(a) the client's knowledge, understanding and experience in relation to the securities provided;

(b) the client's income, essential outgoings, wealth and debt obligations;

(c) the client's, financial position and investment objectives;

(d) the particular needs of the client; and

(e) the client's risk tolerance, including the client's willingness and ability to accept the risk of a reduction in the nominal value of capital.

(6) A market intermediary shall not make any guarantees concerning the performance of an investment.

(7) A market intermediary shall be liable to its clients for:

(a) any unjustifiable failure to meet its commitments; or

(b) improper performance of its obligations.

(8) A market intermediary shall not convert a client's fund as loan to itself. Finally, the key takeaways or summary gleaned from the above guideline for which an investor must know or demand on making an investment with a SEC licensee are that:

A licensee shall;

a) Be liable to its clients or investor for failure to meet its commitments or performance of its obligation

b) Act with integrity and fairness; apply due care, skill, and diligence in the best interests of its clients and not place its own interests above those of its clients.

c) Have a written agreement with each client that is signed by the client and the market intermediary.

d) Only charge fees in accordance with a client agreement

e) Obtains sufficient information about the client and the client's circumstances to ensure that services provided and advice given to or decisions taken on behalf of the client are suitable for the client.

f) not convert a client's fund as loan to itself

g) not make any guarantees concerning the performance of an investment.

Violation of any of the above provisions is deemed by the Commission to be unethical and against professional conduct. The consequences could be outright revocation of license and in extreme cases where there are serious pecuniary losses, criminal prosecution may be preferred against the culprit. It is therefore vital for market operators (licensees) to take due cognizance of the Conduct of Business Guideline 2020 and apply them diligently in the course of their work.

In conclusion, the Commission (SEC-Ghana) and Licensees are expected to educate investors on the provisions the CBG, 2020 in order to enable them know and insist on their rights.

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4. ENFORCEMENTS

INFRACTIONS & PENALTIES; COMPLAINTS RECEIVED DURING THE FOURTH QUARTER

Infractions and Penalties

The following companies were sanctioned for various violations of the Securities Industry Act:

Company	Infringement	Penalty (GH¢)
First Atlantic Bank Ltd	Late submission of 2019 Audited Financial Statement	19,400.00
First Atlantic Asset Management Ltd.	Late submission of 2019 Audited Financial Statement	16,700.00

Complaints

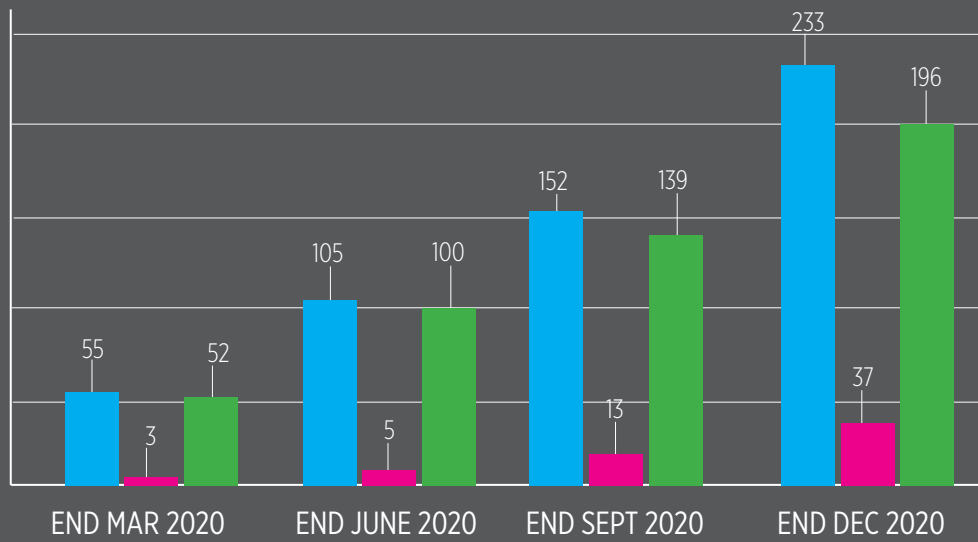
Complaints received during the Fourth Quarter of 2020

Period	Complaints Received (Cumulative)	Complaint Resolved (Cumulative)	Complaints Outstanding (Cumulative)
End March 2020	55	3	52
End June 2020	105	5	100
End Sept 2020	152	15	139
End Dec 2020	233	37	196



COMPLAINTS: END OF DECEMBER 2020

● Complaints Received (Cumulative) ● Complaints Resolved (Cumulative) ● Complaints Outstanding (Cumulative)



The above complaints were mainly related to:

- i) Non-payment of redemption request.
- ii) Difficulty in accessing statement on investments
- iii) Missing shares



WHAT DO YOU KNOW ABOUT INVESTING ? TAKE A QUIZ

*State the following statement is True or False:
Prospectus is the document, through which a company invites public to invest in the shares or debentures.*

- a) True*
- B) False*

2. A mutual fund is a collection of money from different investors used to purchase stocks, bonds, etc. and is managed by a fund manager.

- A) True*
- B) False*

3. You're more likely to believe a market event will happen again in the near future because it occurred in the recent past.

- A) True*
- B) False*

4. What are annuities?

- A) savings or investment account with a life insurance company is called Annuities.*
- B) A savings account with a life Insurance*
- C) The annual return on your investment*
- D) All of the above*



5 FACTS & FIGURES

MARKET STATISTICS OFFERS & OTHER APPROVALS

MARKET STATISTICS

Table Q: Assets under Management (4th Quarter 2020)

AUM (GH¢)	END DEC, 2020	END SEPT, 2020	% CHANGE
Pensions	22,262,272,751.66*	12,876,315,262.23	72.89
CIS	3,142,376,958.70	3,036,970,582.28	3.47
Other funds	5,179,460,517.28	4,695,843,602.09	10.30
Total (GH¢)	30,584,110,227.64	20,609,129,446.60	48.40

*Adjusted values from custodians

Offers and Other Approvals

1. List of firms licensed during the Fourth (4th) Quarter 2020:

Approval of Licenses

APPLICATION FOR LICENCES			
	APPLICANT	APPROVAL TYPE/CATEGORY	APPROVAL DATE
1	Beacon Rating Limited	Credit Rating Agency	23-Dec-2020
2	Algebra Unit Trust	Unit Trust	Fourth Quarter
	Nimed Lifetime Unit Trust	Unit Trust	Fourth Quarter

2. Offers, Approvals and Listings (Primary and Secondary Market)

List of Approvals

1. Offers and Approvals and Listing (Primary and Secondary Market)

OFFER, LISTING AND BUSINESS COMBINATION APPLICATIONS				
	APPLICANT	APPROVAL TYPE	APPROVAL DATE	OFFER SIZE
1	Izwe Savings & Loans Plc	Note Programme	23-Dec-2020	GH¢ 150M
2	Pesewa One Plc	Listing by Introduction	23-Dec-2020	GH¢ 5M



2. Note Tranches

APPROVAL OF NOTE TRANCHES				
	ISSUER	TRANCHE NUMBER	AGGREGATE SIZE	SUBSCRIPTION (%)
1	Daakye Trust Plc	D1	GH¢ 300M	431
2	Bond Savings & Loans	14	GH¢ 7.5M	100
3	Bonds Savings & Loans	15	GH¢ 503K	100
4	Daakye Trust Plc	D1 Series -D1000	GH¢ 80M	132

3.Total Number of Issuing Houses

1	ABSA Bank
2	Fidelity Bank Ghana Ltd
3	GCB Bank Ltd.
4	IC Securities Ltd
5	Stanbic Bank Ghana Ltd
6	Standard Chartered Bank Ghana Ltd
7	Databank Brokerage limited
8	Temple Investment limited

CAPITAL MARKET STATISTICS AND ANALYSES

1. Capital Market Operators as at the end of Fourth (4th) Quarter 2020

	CATEGORY OF LICENSED OPERATORS	END DEC 2020	END SEPT 2020	CHANGE
1	Broker-Dealers	27	27	0
2	Custodians	18	18	0
3	Exchange Traded Funds	1	1	0
4	Investment Advisers	11	11	0
5	Fund Managers	86	86	0
6	Mutual Funds	46	46	0
7	Primary Dealers	12	12	(1)
8	Registrars	4	4	0
9	Securities Depositories	1	1	0
10	Securities Exchange	2	2	0
11	Trustees	7	7	0
12	Issuing House	8	8	0
13	Unit Trusts	23	21	2
14	Private Funds	2	0	0
TOTAL		248	246	2



2. Stock Market Statistics

INDICATORS	END DEC 2020	END SEPT 2020	% CHANGE
Number of Listed Companies (Main Market)	31	32	0
Number of Listed Companies (Ghana Alternative Market)	5	5	0
Volume of Trades: Cumulative (Equities)	695,396,188	403,915,945	72.16
Value of Trades (GH¢): Equities	575,269,873.22	295,198,964.78	94.88
Market Capitalization (GH¢ million)	54,374.88	53,159.76	2.29
GSE- Composite Index (GSE-CI)	1,941.59	1,856.56	4.58
GSE- CI YTD Returns (%)	(13.98)	(17.75)	(21.24)
GSE- Financial Stock Index (GSE-FSI)	1,782.76	1,675.63	(6.39)



3. Performance of Equities on Ghana Stock Exchange

NO.	NAME OF COMPANY	CODE	CLOSING PRICE (GH¢) END DEC 2020	OPENING PRICE (GH¢) END SEPT 2020	CHANGE (GAIN/LOSS) (GH¢)
1	Access Bank Ghana PLC	ACCESS	4.39	4.39	0.00
2	Agricultural Development Bank	ADB	5.06	5.06	0.00
3	AngloGold Ashanti Ltd.	AGA	37.00	37.00	0.00
4	Aluworks Limited	ALW	0.11	0.11	0.00
5	Benso Oil Palm Plantation	BOPP	2.00	2.11	(-0.11)
6	Cal Bank Ltd	CAL	0.69	0.70	-0.01
7	Clydestone (Ghana) Ltd.	CLYD	0.03	0.03	0.00
8	Camelot Ghana Ltd.	CMLT	0.11	0.11	0.00
9	Cocoa Processing Co. Ltd.	CPC	0.03	0.03	0.00
10	Dannex Ayrton Starwin Plc.	DASPHARMA	0.40	0.40	0.00
11	Ecobank Ghana Ltd.	EGH	7.20	7.00	(0.20)
12	Enterprise Group Ltd.	EGL	1.40	1.40	(0.00)
13	Ecobank Transnational Inc.	ETI	0.08	0.06	0.02
14	Fan Milk Ltd.	FML	1.08	1.04	(0.04)
15	GCB Bank Ltd.	GCB	4.05	3.70	0.35
16	Guinness Ghana Breweries Ltd.	GGBL	0.90	1.00	(-0.10)
17	Ghana Oil Company Limited	GOIL	1.50	1.50	(0.00)
18	Golden Star Resources Ltd.	GSR	9.50	9.50	0.00
19	Mega African Capital Ltd	MAC	5.98	5.98	0.00
20	Mechanical Lloyd Plc	MLC	0.09	0.09	0.00
21	Scancom PLC	MTNGH	0.64	0.61	0.03
22	PBC Ltd.	PBC	0.03	0.03	0.00
23	PZ Cussons Ghana Ltd.	PZC	0.00	0.38	-0.38
24	Republic Bank (Ghana) Ltd.	RBGH	0.41	0.40	0.01
25	Standard Chartered Bank Gh. Ltd.	SCB	16.31	14.50	(2.31)
26	SIC Insurance Company Ltd.	SIC	0.08	0.10	-0.02
27	Societe Generale Ghana Limited	SOEGEH	0.64	0.64	0.00
28	Sam Woode Ltd.	SWL	0.05	0.05	0.00
29	Trust Bank Gambia Ltd	TBL	0.34	0.34	0.00
30	Total Petroleum Ghana Ltd.	TOTAL	2.83	2.35	0.48
31	Tullow Oil Plc	TLW	11.92	11.92	0.00
32	Unilever Ghana Ltd.	UNIL	8.21	10.21	(-1.92)
Ghana Alternative Exchange (GAX)					
33	Samba Foods Limited	SAMBA	0.55	0.55	0.00
34	Meridian Marshalls Holding Company	MMH	0.11	0.11	0.00
35	Hords Ltd	HORDS	0.10	0.10	0.00
36	Intravenous Infusions Limited	IIL	0.05	0.05	0.00
37	Digicut Production & Advertising Ltd	DIGICUT	0.09	0.09	0.00
Others (Depository and Pref Shares, ETFs)					
38	AngloGold Ashanti Depository Shares	AADS	0.41	0.41	0.00
39	Standard Chartered Bank Pref. Shares	SCB PREF	0.87	0.87	0.00
40	NewGold:Exchange Tradeable Funds (ETFs)	GLD	105.50	90.90	14.60



6 SUMMARY & HIGHLIGHTS

FOURTH QUARTER MARKET SUMMARY/ANALYSIS

FRANK BINEY DONKOR

Manager, Policy & Research

EQUITY MARKET

The Ghana Stock Exchange Composite index (GSE-CI), closed at 1,941.59 points from 1,856.56 points recorded at the end of third quarter (Q3) 2020. This represents a -13.98% year-to-date (YTD) change compared to -17.75% YTD as at the end of September 2020. This indicates a slight improvement from the previous quarter.

During the period under consideration, the GSE had thirty-six (36) listed equities on its platform. Out of the thirty-six (36) listed equities, thirty-one (31) of the stocks are listed on the Main trading platform of the GSE whilst the five (5) remaining stocks are listed on the Ghana Alternative Market (GAX) trading platform of the GSE.

At the end of the fourth quarter 2020, eight (8) stocks appreciated in price, five (5) equities recorded price declines and the remaining twenty-three (23) stocks traded flat.

The total market capitalization recorded during the period under consideration was **GH¢ 54,374.88 million** compared to **GH¢ 53,159.76 million** at the end of third quarter 2020. The increase in market capitalization could mainly be attributed to rises in stock prices during the period under review. In

effect, investors gained a total capital amount of **GH¢ 1,215.12 million** at the end of the fourth quarter 2020.

Volume and value of equities traded on the GSE up to the end of the fourth quarter of the year 2020 were **695,396,188** shares and **GH¢ 575,269,873.22** respectively based on 11,650 trade transactions.

Fixed Income/Debt Market:

At the end of the year 2020, the number of notes & bonds (fixed income/debt securities) listed on the GFIM were 200 debt securities compared 112 fixed income instruments the previous year. The debt securities listed are made up of 57 corporate bonds, 133 Ghana Government (GoG) bonds and 10 Eurobonds respectively. The value of Government listed debt securities (GoG), corporate debt and Eurobonds on the GFIM at the end of 2020 were **GH¢ 120,686.64 (million)**, **GH¢ 10,970.91 (million)** and **¢8,750 (million)**, respectively.

At the end of fourth quarter 2020, the number of notes & bonds (fixed income/debt securities) listed on the GFIM were 200. The debt securities listed are made up of 57 corporate bonds, 133 Ghana Government (GoG) bonds and 10 Eurobonds respectively.

The value of Government listed debt securities (GoG) and corporate debt on the GFIM at the end of December 2020

**1,941.59
Points**

The points at which the GSE-Composite Index closed at fourth quarter 2020.

**GH¢54,374.88
Million**

The total market capitalization recorded at the end of fourth quarter, 2020.

**GH¢30,584,110,
227.64**

The total asset under management for the third quarter of 2020



were **GH¢ 120,686.64 (million)**, **GH¢ 10,970.91 (million)** respectively.

Finally, the value of trades on the GFIM (CSD platform) from January to the end of December 2020 was **GH¢ 108,405,308,494.00** compared to **GH¢ 55,552,592,770.00** which was for the period January to December 2019. This represents a 95.14% increase in the value of debt securities traded during the

year 2020.

Funds Management Industry:

In the Funds Management industry, the total assets under management (AUM) for the fourth quarter of 2020 was **GH¢ 30,584,110,227.64** which represented an **increase of 48.40%** from the previous quarter. The total assets under management are made up of pension funds (**GH¢ 22,262,272,751.28**),

collective investment schemes (**CIS = GH¢ 3,142,376,958.70**) and other funds (**GH¢ 5,179,460,517.28**) managed by fund managers.

Refer to table Q on page 9.

Disclaimer: The views expressed are the author's own and do not necessarily represent the views of the Securities and Exchange Commission, its members or staff.

BRAIN TEASERS



1 *There is a lightbulb inside a closet. The door is closed, and you cannot see if the light is on or off through the door. However, you know the light is off to start. Outside of the closet, there are three light switches. One of the switches controls the lightbulb in the closet. You can flip the switches however you want, but once you open the door, you can no longer touch the switches.*

How do you figure out without a doubt which switch controls the light?

2 *Three passengers are sitting in a train car with the window open as they travel cross-country. Suddenly, a freight locomotive laden with coal speeds by, knocking a cloud of soot straight into the passenger car's window. All three passengers' faces are covered in soot, but it happens so rapidly that none realize their own face is covered. When Miss Atkinson looks up from her book, she begins to laugh at how absurd the other two passengers look, who are also laughing.*

Each passenger assumes that their own face is clean, and that the other two are laughing at each other. Then Miss Atkinson suddenly stops laughing and takes a handkerchief out of her purse to wipe her face clean. How did she know she also had soot on her face?

Answers in the next issue



Capital Requirements for a Licence to operate in the Capital Market in Ghana

The minimum capital requirement for firms in the industry can be found under Schedule 4 (Page 24 of LRG) of the licensing requirements guideline which is indicated in the table below.

MINIMUM CAPITAL REQUIREMENTS FOR MARKET OPERATORS

Regulated Activity	Minimum Capital (GH¢)
Clearing House	50,000,000
Credit Rating Agency	1,000,000
Custodian	50,000,000
Fund Manager	2,000,000
Investment Adviser (Corporate)	1,000,000
Investment adviser (Individual)	200,000
Issuing House	1,000,000
Margin Trader	2,000,000
Market Maker	3,000,000
Nominee	1,000,000
Primary Dealer	400,000,000
Registrar	1,000,000
Securities Depository	50,000,000
Securities Exchange	10,000,000
Trustee	50,000,000
Underwriter	2,500,000
Broker-Dealer	1,500,000

The Transitional Provision of the LRG (Section 19, page 14 of LRG) stipulates that:

“A licensed market operator shall take steps to comply with the new minimum capital requirements specified in schedule 4 no later than 31st December 2021”.

It should however be noted that the full document (s) can be found on our website at www.sec.gov.gh under the heading “Laws and Regulations” Compiled *by Frank Biney Donkor, Manager, Policy and Research, SEC*

Disclaimer: The views expressed are the author’s own and do not necessarily represent the views of the Securities and Exchange Commission, its members or staff.



ANSWERS TO BRAIN TEASERS AND INVESTING QUIZ IN PREVIOUS ISSUE

- 1) *The person was born in the era of BC*
- 2) *The wise man said to switch camels.*
- 3) *59 Days.*
- 5) *Matchstick.*
- 6) *Could be done when calculating hours When you add two hours to eleven o'clock, you get one o'clock.*



ANSWERS TO INVESTMENT QUIZ

- 1) *a. Prospectus.*
- 2) *c. Price-earnings.*
- 3) *b. Cyclical stock.*
- 4) *b. Growth.*



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