

THIRD QUARTER MARKET REPORT JULY – SEPTEMBER 2023



Old Reserve Bank Building, Victoria Avenue
P/Bag 270
Blantyre
Malawi

Telephone: (265) 0884 824 233; Fax: (265) 01 823 636

E-mail: info@mse.co.mw

Website: www.mse.co.mw

Malawi's global portal

<i>Trading Summary</i>	1
<i>Market performance</i>	2
<i>Trade performance analysis</i>	2
<i>Market capitalization and index</i>	2
<i>Market liquidity</i>	2
<i>Company trading performance</i>	3
<i>Bonds Trading Summary</i>	4
<i>Economic review</i>	5

FACTS ABOUT INVESTING ON MSE

1. You can buy as little as one share on the Equities Secondary Market.
2. You can invest as little as MK1,000.00 on the Debt Securities Secondary Market.

INVESTING IN BONDS ON THE MALAWI STOCK EXCHANGE

What is a bond?
Bonds are essentially tradeable loans from an investor to a company, statutory corporation or government.

Who is a bondholder?
An individual who lends money to a company, statutory corporation or government.

Who is a bond issuer?
An entity such as corporate, statutory corporation or government who borrows money from the bondholder for the purpose of raising funds.

Did you know?
You can invest as little as MK1,000.00 and earn interest ranging from 10-17.84% by investing on any of the listed bonds on the Malawi Stock Exchange.

Benefits of investing in Bonds
Provides a predictable income stream in the form of cash interest payments which are based on the interest rate on the bond.

Bonds are considered less risky, especially when considering government bonds, thus, offer a good starting point to investing for beginners.

Bondholders get priority of payment in the event of liquidation or when the borrower goes bankrupt. They enjoy a measure of legal protection to get their money back.

Bondholders can benefit from capital gains.

For more information, contact the Malawi Stock Exchange

Email: info@mse-mw.com Tel: 01 824 233 <https://www.mse.co.mw>





"Malawi's Global Portal"



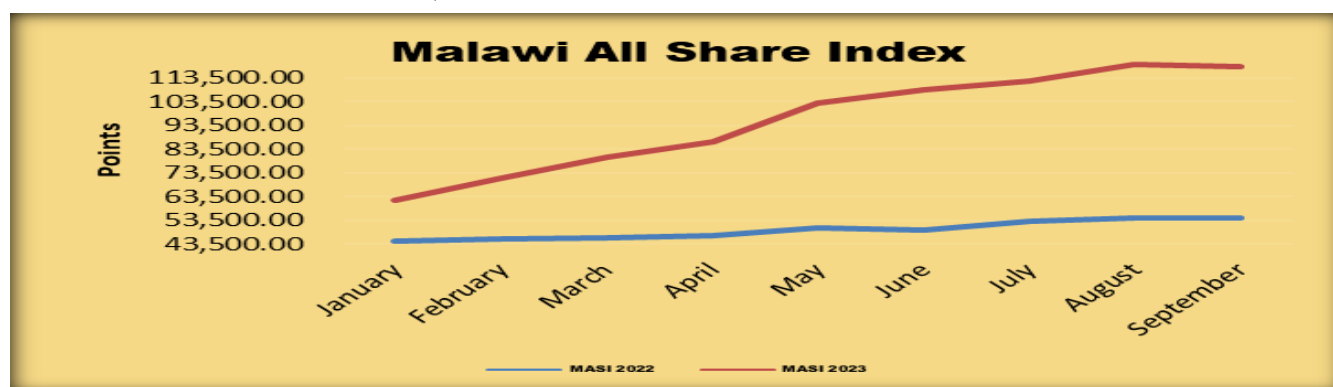
1. TRADING SUMMARY

In Q3 of 2023, the market registered a positive return on index of 8.99%(2.90% in US\$ terms), 90.90% (75.61% in US\$ terms) YTD, compared to 9.67%(9.67% in US\$ terms) in Q3 2022. The market also registered an increase in total value of shares despite registering a decrease in total volume of shares traded.

The market listed 30 Government of Malawi debt securities with a total nominal value of MK1.69 trillion through an introduction on 25 September 2023, bringing a total number of listed debt securities to 84. There were no trades on the listed debt securities.

INDEX	1 JULY 2023	30 SEPT. 2023	% Δ 3rd QTR. 2023	% Δ 3rd QTR. 2022	% Δ YTD. 2023
MASI	108,656.97	118,426.19	8.99 ▲	9.67 ▲	90.90 ▲
DSI	87,071.03	89,173.86	2.42 ▲	13.71 ▲	75.53 ▲
FSI	12,276.49	20,692.42	68.55 ▲	-21.16	268.57 ▲

Index Levels and Return – 3rd Qtr. 2023



Trading Statistics – 3rd Qtr. 2023

	3rd Qtr. 2023	3rd Qtr. 2022	Y-O-Y% Δ
Traded Value (MK)	23,786,392,020.69	14,704,227,803.86	61.77 ▲
Traded Value (US\$)	21,820,238.45	14,325,535.15	52.32 ▲
Traded Vol. Shares	156,942,781	560,112,227	-71.98
No. of Transactions	3,334	1,147	190.67 ▲
Index Close (MASI)	118,426.19	54,389.92	117.74 ▲
Listed Debt Securities	84	42	
Traded Debt Securities	00	00	
Listed companies	16	16	
Traded Companies	16	16	
Not Traded Companies	00	00	
Gainers	10	09	
Decliners	05	06	
Unchanged	01	01	

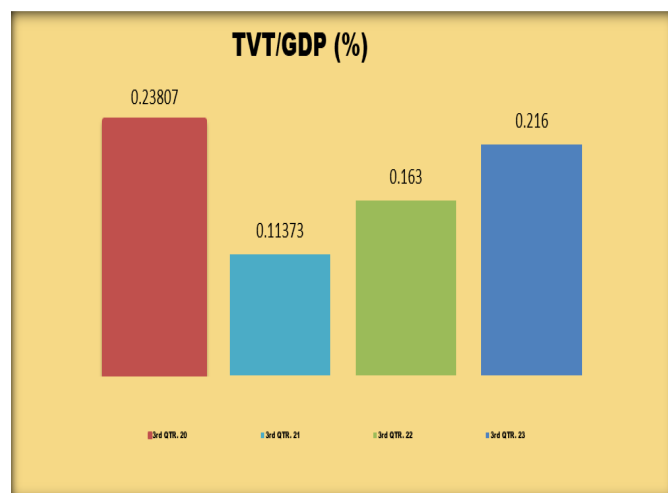
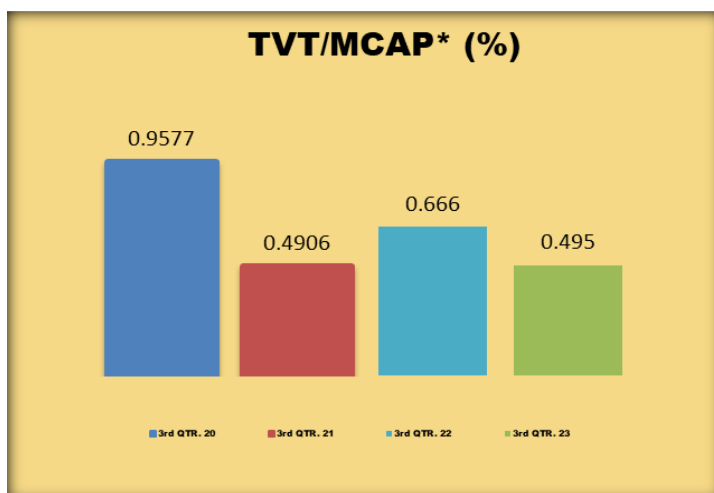
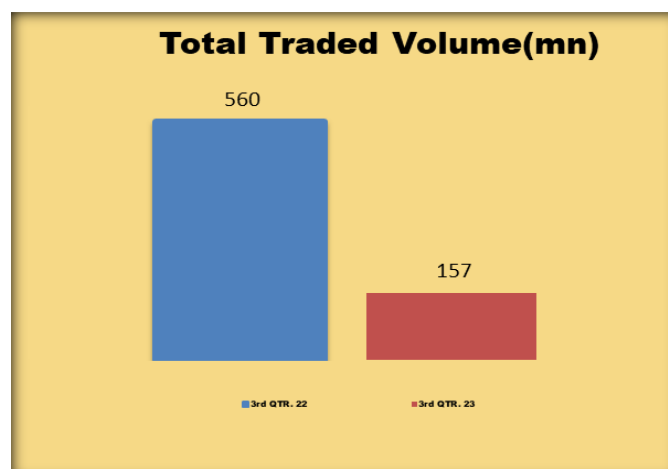
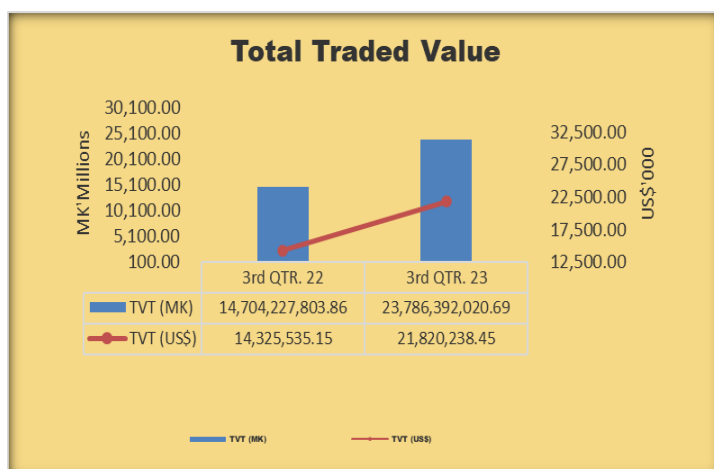


2. MARKET PERFORMANCE

- A. Trade Performance Analysis**
- The market transacted a total of 156,942,781 shares at a total consideration of MK23,786,392,020.69 (US\$21,820,238.45) in 3,334 trades. In the corresponding period 2022, the market transacted a total of 560,112,227 shares at a total consideration of MK14,704,227,803.86 (US\$14,325,535.15) in 1,147 trades. This reflects a **-71.98%** decrease in terms of share volume traded and a **61.77%** (**52.32%** in US Dollar terms) increase in share value traded. Of the shares traded 1 million PCL and 3.98 million TNM shares traded as negotiated deals at a total consideration of MK2.44 billion.
- Daily average share trades exhibited similar trends where the market registered an average daily volume of 2,452,231 shares compared to 8,617,111 shares traded in the corresponding third quarter of 2022 reflecting a decrease of **-71.54%**.
- The average daily turnover for the third quarter 2023 was MK371,662,375.32 (US\$340,941.23) compared with MK226,218,889.29 (US\$220,392.85) for the corresponding third quarter 2022, reflecting an increase of **64.29%** (**54.70%** in US Dollar terms).
- B. Market Capitalization and Index**
- The market registered a positive return on index as reflected in the upward movement of the Malawi All Share Index (MASI) from 108,656.97 points registered on 1 July 2023 to 118,426.19 points registered on 30 September 2023, giving a return on index of **8.99%**, (**2.90%** in US\$ terms) compared to **9.67%**, (**9.67%** in US\$ terms) registered in Q3 of 2022. The price gains registered on FMBCH(69.13%), STANDARD (14.89%), PCL(14.61%), NITL(14.59%), FDHB(12.92%), OMU(9.38%), SUNBIRD(5.82%), NBM(2.66%), AIRTEL(0.39%) and ILLOVO(0.003%) were enough to offset share price losses registered by MPICO(-27.11%), NBS(-17.37%), ICON(-5.21%), NICO(-1.86%) and TNM(-0.30%) resulting into an upward movement of the Malawi All Share Index. The Domestic Share and the Foreign Share Indices inched upwards by **2.42%**(**-3.31%** in US\$ terms) to 89,173.86 points and by **68.55%** (**59.14%** in US\$ terms) to 20,692.42 points respectively.
- Equity market capitalization increased in both Kwacha and US dollar terms from MK5.86 trillion (US\$5.56 billion) on 01 July 2023 to MK6.40 trillion (US\$5.74 billion) as at 30 September 2023.
- C. Market Liquidity**
- The turnover velocity measured by the ratio of Total Value of Trades to Market Capitalisation (**TVT/MCAP***), an indicator of the liquidity of assets traded on the market, in the quarter under review was recorded at 0.49%, lower than 0.67% registered in third quarter 2022. The ratio of Total Value of Trades to Gross Domestic Product (**TVT/GDP**) recorded a liquidity level of 0.22% in the review period while during the corresponding period of 2022 liquidity was at 0.16%.
- Market capitalization as a percentage of GDP was at 43.68% in Q3 2023 whilst in Q3 2022 it was at 24.52%.



2. MARKET PERFORMANCE



3. COMPANY TRADING PERFORMANCE



MALAWI STOCK EXCHANGE

A. Top gainers: Ten counters registered Capital gains

MSE CODE	ISIN	COUNTER NAME	% GAIN
FMBCH	MWFMB0010137	FMB Capital Holdings plc	69.13 ▲
STANDARD	MWSTD0010041	Standard Bank Malawi plc	14.89 ▲
PCL	MWPCL0010053	Press Corporation plc	14.61 ▲
NITL	MWNITL010091	National Investment Trust plc	14.59 ▲
FDHB	MWFDHB001166	FDH Bank plc	12.92 ▲

B. Top Losers: Five counters registered capital losses

MSE CODE	ISIN	COUNTER NAME	% LOSS
MPICO	MWMPIC0010116	MPICO plc	-27.11
NBS	MWNBS0010105	NBS Bank plc	-17.37
ICON	MWICON001146	ICON Properties plc	-5.21
NICO	MWNICO0010014	NICO Holdings plc	-1.86
TNM	MWTNM0010127	Telekom Networks Malawi plc	-0.30

C. Volume leaders

MSE CODE	ISIN	COUNTER NAME	SHARES	% of Total
TNM	MWTNM0010127	Telekom Networks Malawi plc	39,939,682	25.45
FDHB	MWFDHB001166	FDH Bank plc	38,080,307	24.26
NBS	MWNBS0010105	NBS Bank plc	34,389,483	21.91
AIRTEL	MWAIRT001156	Airtel Malawi plc	22,285,609	14.20
FMBCH	MWFMB0010137	FMB Capital Holdings plc	6,548,132	4.17

D. Value Leaders

MSE CODE	ISIN	COUNTER NAME	VALUE	% of Total
NBS	MWNBS0010105	NBS Bank plc	4,003,156,655.05	16.83
ILLOVO	MWILLV010032	Illovo Sugar Malawi plc	3,408,935,254.76	14.33
FDHB	MWFDHB001166	FDH Bank plc	2,823,345,363.46	11.87
NBM	MWNB001007	National Bank plc	2,691,254,689.72	11.31
PCL	MWPCL0010053	Press Corporation plc	2,672,273,964.00	11.23

3. COMPANY TRADING PERFORMANCE



MALAWI STOCK EXCHANGE

In the secondary market, 156,942,781 shares were transacted at a total consideration of MK23,786,392,020.69 (US\$21,820,238.45) in 3,334 deals with no listings in the primary market.

Symbol	Open	High	Low	Close	Price Δ	Volume	Value	Trades Count	Market Capitalization
AIRTEL	100.06	101.00	100.05	100.45	0.39%	22,285,609	2,237,156,802.23	459	1,104,950,000,000.00
BHL	10.06	10.07	10.06	10.06	0.00%	350,414	3,525,213.36	6	8,447,892,092.30
FDHB	63.95	76.01	63.94	72.21	12.92%	38,080,307	2,823,345,363.46	816	498,323,466,562.50
FMBCH	245.39	415.03	250.00	415.03	69.13%	6,548,132	2,452,234,283.50	238	1,020,247,497,500.00
ICON	18.99	18.99	18.00	18.00	-5.21%	1,628,374	30,904,581.48	69	120,240,000,000.00
ILLOVO	1,121.41	1,121.44	1,121.40	1,121.44	0.003%	3,039,860	3,408,935,254.76	163	800,085,077,843.04
MPICO	20.58	20.58	15.00	15.00	-27.11%	1,282,649	26,302,104.24	33	34,470,711,900.00
NBM	2,046.71	2,101.12	2,050.00	2,101.12	2.66%	1,294,999	2,691,254,689.72	252	981,079,613,346.56
NBS	131.90	132.00	108.50	108.99	-17.37%	34,389,483	4,003,156,655.05	375	317,223,390,070.44
NICO	163.04	163.05	160.00	160.00	-1.86%	3,516,403	572,973,527.52	193	166,886,575,360.00
NITL	350.00	404.05	350.00	401.05	14.59%	3,055,579	1,224,529,350.39	104	54,141,750,000.00
OMU	960.00	1,050.00	960.00	1,050.00	9.38%	199,468	209,417,460.00	19	14,171,527,650.00
PCL	2,181.26	2,508.00	2,180.00	2,500.00	14.61%	1,146,240	2,672,273,964.00	46	300,639,550,000.00
STANDARD	2,350.01	2,700.01	2,350.01	2,700.01	14.89%	92,962	241,078,750.70	59	633,606,384,081.62
SUNBIRD	180.52	191.03	180.52	191.03	5.82%	92,620	17,603,400.00	8	49,970,120,257.40
TNM	29.97	30.00	25.50	29.88	-0.30%	39,939,682	1,171,700,620.28	494	300,008,646,000.00
Total						156,942,781	23,786,392,020.69	3,334	6,404,492,202,663.86

4. BOND TRADING SUMMARY



MALAWI STOCK EXCHANGE

In the period under review, there were 84 Malawi Government debt securities with a total nominal value of MK3.94 trillion.

The market listed through an introduction, 30 Malawi Government debt securities comprising 5 Development bonds with a total nominal value of MK100 billion and 25 Treasury Notes with a total nominal value of MK1.59 trillion on the Debt Securities Market in the period under review.

Symbol	Open	High	Low	Close	Price Δ	Volume '000'	Value	Trades Count	Nominal value
03TMY	80.7182	80.7182	80.7182	80.7182	0.00%	0	0.0000	0	112,687,713,000.00
10TN8	55.9618	55.9618	55.9618	55.9618	0.00%	0	0.0000	0	11,758,900,000.00
10TNY	52.0498	52.0498	52.0498	52.0498	0.00%	0	0.0000	0	47,342,276,000.00
23TN5	64.6972	64.6972	64.6972	64.6972	0.00%	0	0.0000	0	46,276,040,000.00
25TN7	59.7366	59.7366	59.7366	59.7366	0.00%	0	0.0000	0	26,899,400,000.00
2DB07	60.6393	60.6393	60.6393	60.6393	0.00%	0	0.0000	0	28,180,800,000.00
3TNYR	76.8326	76.8326	76.8326	76.8326	0.00%	0	0.0000	0	10,431,350,000.00
3TNYR	74.9507	74.9507	74.9507	74.9507	0.00%	0	0.0000	0	31,446,028,000.00
9DB05	41.6165	41.6165	41.6165	41.6165	0.00%	0	0.0000	0	16,069,960,000.00
BD05Y	66.1055	66.1055	66.1055	66.1055	0.00%	0	0.0000	0	8,079,691,000.00
CTN05	63.2752	63.2752	63.2752	63.2752	0.00%	0	0.0000	0	37,830,000,000.00
DB07I	72.5761	72.5761	72.5761	72.5761	0.00%	0	0.0000	0	11,896,600,000.00
DB10Y	72.0496	72.0496	72.0496	72.0496	0.00%	0	0.0000	0	692,900,000.00
DB7FF	62.1614	62.1614	62.1614	62.1614	0.00%	0	0.0000	0	18,097,800,000.00
DB7GF	60.5778	60.5778	60.5778	60.5778	0.00%	0	0.0000	0	29,584,650,000.00
DB820	72.3338	72.3338	72.3338	72.3338	0.00%	0	0.0000	0	18,463,100,000.00
GTN05	61.4978	61.4978	61.4978	61.4978	0.00%	0	0.0000	0	52,582,700,000.00
M02TN	81.3651	81.3651	81.3651	81.3651	0.00%	0	0.0000	0	57,982,000,000.00
N02T	87.5763	87.5763	87.5763	87.5763	0.00%	0	0.0000	0	118,048,832,000.00
NDT07	55.7311	55.7311	55.7311	55.7311	0.00%	0	0.0000	0	53,119,220,000.00
R10TN	59.3652	59.3652	59.3652	59.3652	0.00%	0	0.0000	0	115,106,420,000.00
RTN05	68.0190	68.0190	68.0190	68.0190	0.00%	0	0.0000	0	144,429,200,000.00
T0119	69.2256	69.2256	69.2256	69.2256	0.00%	0	0.0000	0	8,431,000,000.00
T012	81.0399	81.0399	81.0399	81.0399	0.00%	0	0.0000	0	125,981,188,000.00
T0127	74.9917	74.9917	74.9917	74.9917	0.00%	0	0.0000	0	30,905,640,000.00
T02DX	82.9730	82.9730	82.9730	82.9730	0.00%	0	0.0000	0	40,613,100,000.00
T02JH	75.2701	75.2701	75.2701	75.2701	0.00%	0	0.0000	0	93,374,125,000.00
T02KK	83.2350	83.2350	83.2350	83.2350	0.00%	0	0.0000	0	125,488,133,000.00
T02MZ	91.8528	91.8528	91.8528	91.8528	0.00%	0	0.0000	0	53,206,476,000.00
T02NA	88.7905	88.7905	88.7905	88.7905	0.00%	0	0.0000	0	56,543,765,000.00
T02QL	82.9472	82.9472	82.9472	82.9472	0.00%	0	0.0000	0	71,904,165,000.00
T03BN	81.6864	81.6864	81.6864	81.6864	0.00%	0	0.0000	0	94,914,257,000.00
T03SD	87.3825	87.3825	87.3825	87.3825	0.00%	0	0.0000	0	92,902,520,000.00
T03TX	82.3607	82.3607	82.3607	82.3607	0.00%	0	0.0000	0	22,755,930,000.00
T03VV	76.2257	76.2257	76.2257	76.2257	0.00%	0	0.0000	0	113,694,995,000.00
T05NT	84.3890	84.3890	84.3890	84.3890	0.00%	0	0.0000	0	19,624,020,000.00
T05QZ	78.6668	78.6668	78.6668	78.6668	0.00%	0	0.0000	0	129,295,734,000.00
T05RR	66.1551	66.1551	66.1551	66.1551	0.00%	0	0.0000	0	26,849,450,000.00
T0731	72.1403	72.1403	72.1403	72.1403	0.00%	0	0.0000	0	6,846,500,000.00
T07GK	62.1619	62.1619	62.1619	62.1619	0.00%	0	0.0000	0	77,232,200,000.00

4. BOND TRADING SUMMARY



MALAWI STOCK EXCHANGE

T07JK	59.8482	59.8482	59.8482	59.8482	0.00%	0	0.0000	0	25,857,000,000.00
T07YR	54.6082	54.6082	54.6082	54.6082	0.00%	0	0.0000	0	109,005,958,000.00
T103	77.4237	77.4237	77.4237	77.4237	0.00%	0	0.0000	0	36,495,000,000.00
T10BZ	70.6450	70.6450	70.6450	70.6450	0.00%	0	0.0000	0	5,000,000,000.00
T10LK	57.4336	57.4336	57.4336	57.4336	0.00%	0	0.0000	0	93,435,225,000.00
T10NX	68.4575	68.4575	68.4575	68.4575	0.00%	0	0.0000	0	5,463,500,000.00
T10YR	71.7006	71.7006	71.7006	71.7006	0.00%	0	0.0000	0	15,975,000,000.00
T2511	73.3232	73.3232	73.3232	73.3232	0.00%	0	0.0000	0	7,458,600,000.00
T2MM	84.6553	84.6553	84.6553	84.6553	0.00%	0	0.0000	0	69,162,200,000.00
T3YRX	82.3667	82.3667	82.3667	82.3667	0.00%	0	0.0000	0	27,158,690,000.00
TN002	83.6180	83.6180	83.6180	83.6180	0.00%	0	0.0000	0	112,314,383,000.00
TN02F	82.4461	82.4461	82.4461	82.4461	0.00%	0	0.0000	0	14,972,883,000.00
TN03	83.3589	83.3589	83.3589	83.3589	0.00%	0	0.0000	0	14,638,900,000.00
TN03L	82.2589	82.2589	82.2589	82.2589	0.00%	0	0.0000	0	55,692,046,000.00
TN03N	82.3849	82.3849	82.3849	82.3849	0.00%	0	0.0000	0	15,571,800,000.00
TN03X	74.9966	74.9966	74.9966	74.9966	0.00%	0	0.0000	0	89,955,800,000.00
TN05	86.2716	86.2716	86.2716	86.2716	0.00%	0	0.0000	0	63,097,328,000.00
TN05Y	77.3103	77.3103	77.3103	77.3103	0.00%	0	0.0000	0	92,884,104,000.00
TN07	76.3317	76.3317	76.3317	76.3317	0.00%	0	0.0000	0	78,959,700,000.00
TN102	87.9849	87.9849	87.9849	87.9849	0.00%	0	0.0000	0	18,811,414,000.00
TN10F	61.5493	61.5493	61.5493	61.5493	0.00%	0	0.0000	0	15,498,700,000.00
TN12H	91.9173	91.9173	91.9173	91.9173	0.00%	0	0.0000	0	82,963,906,000.00
TN2	82.9777	82.9777	82.9777	82.9777	0.00%	0	0.0000	0	19,701,900,000.00
TN201	71.7603	71.7603	71.7603	71.7603	0.00%	0	0.0000	0	14,326,370,000.00
TN3	77.0438	77.0438	77.0438	77.0438	0.00%	0	0.0000	0	27,253,490,000.00
TN5	70.6523	70.6523	70.6523	70.6523	0.00%	0	0.0000	0	70,925,000,000.00
TN50	77.1437	77.1437	77.1437	77.1437	0.00%	0	0.0000	0	13,211,000,000.00
TN5YC	74.7614	74.7614	74.7614	74.7614	0.00%	0	0.0000	0	83,981,037,000.00
TN7AF	73.8329	73.8329	73.8329	73.8329	0.00%	0	0.0000	0	33,927,070,000.00
TN7YR	76.7700	76.7700	76.7700	76.7700	0.00%	0	0.0000	0	16,239,700,000.00
TN888	73.0590	73.0590	73.0590	73.0590	0.00%	0	0.0000	0	5,960,000,000.00
TN90	88.4233	88.4233	88.4233	88.4233	0.00%	0	0.0000	0	19,447,360,000.00
TN92	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	48,087,041,000.00
TN96	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	39,105,000,000.00
TNX07	76.0578	76.0578	76.0578	76.0578	0.00%	0	0.0000	0	20,450,000,000.00
TNX10	70.6384	70.6384	70.6384	70.6384	0.00%	0	0.0000	0	11,786,000,000.00
TNX7	74.3855	74.3855	74.3855	74.3855	0.00%	0	0.0000	0	39,100,200,000.00
TNY07	75.3418	75.3418	75.3418	75.3418	0.00%	0	0.0000	0	29,960,419,000.00
TNYR2	78.1983	78.1983	78.1983	78.1983	0.00%	0	0.0000	0	49,368,071,000.00
TT05	76.9113	76.9113	76.9113	76.9113	0.00%	0	0.0000	0	37,750,900,000.00
TX07Y	74.6008	74.6008	74.6008	74.6008	0.00%	0	0.0000	0	13,021,000,000.00
TX10Z	70.6213	70.6213	70.6213	70.6213	0.00%	0	0.0000	0	10,740,000,000.00
Y05TN	68.6804	68.6804	68.6804	68.6804	0.00%	0	0.0000	0	65,390,734,000.00
YR07T	66.3666	66.3666	66.3666	66.3666	0.00%	0	0.0000	0	28,722,037,000.00
Total						0	0.0000	0	3,936,395,244,000.00

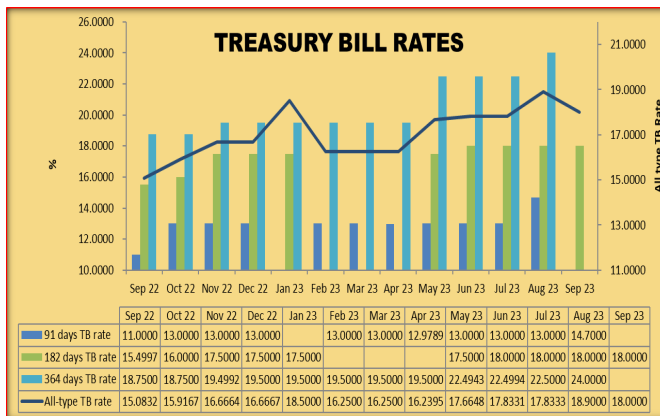
4. ECONOMIC REVIEW



MALAWI STOCK EXCHANGE

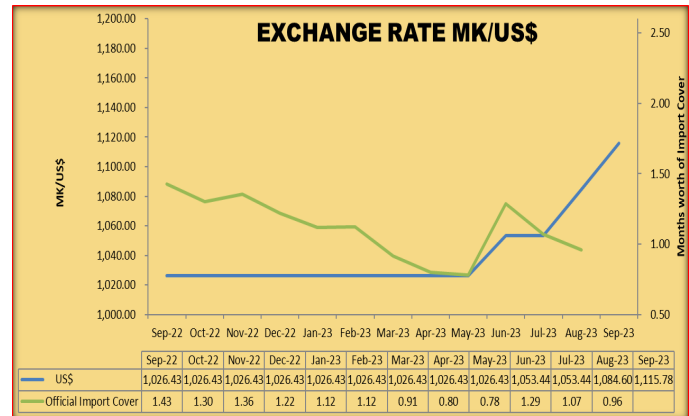
Interest Rates

During the quarter under review, the yield on the 182 days Tbill was steady at 18.0000% with no applications on the 91 and 364 days Tbills during the auction dated 26 September 2023.



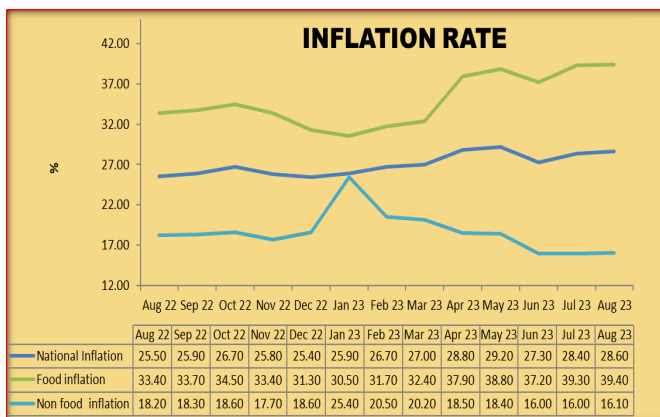
Exchange Rates

The Malawi Kwacha was depreciated by 5.59% against the United States Dollar in the period under review. Gross official reserves were at 0.96 months of import cover as of 31 August 2023.



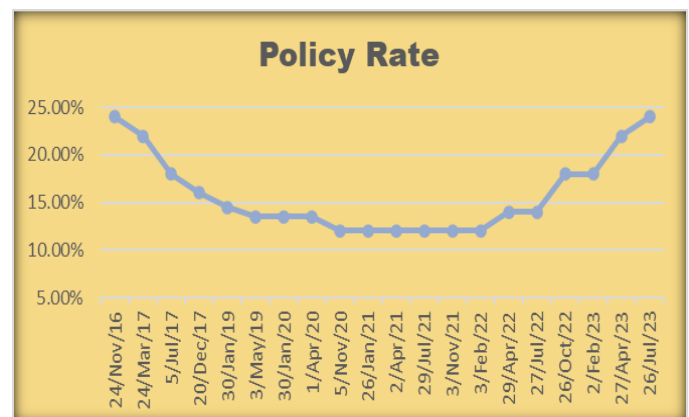
Inflation Rates

Headline inflation inched upwards by 20 basis points from 28.40% in July, 2023 to 28.60% in August, 2023.



Monetary Policy Rate

The Monetary Policy Committee at its meeting held on 26 July 2023 increased the policy rate by 200 basis points to 24%.



CONTACTS AND ADDRESSES OF MSE STOCK BROKERS

Stockbrokers Malawi Limited
NBM Business Complex
P.O Box 31180
Blantyre
Tel: +265 111 836 213
Fax: +265 111 824 353
Email: sml@smlmw.com

Continental Capital Limited
1st Floor, Ulimi House
P.O Box 1444
Blantyre
Tel: +265 111 830 638
Email: capital@continental.mw
capital@cdh-malawi.com

Cedar Capital Ltd
4th Floor, Livingstone Towers
P.O Box 3340
Blantyre
Tel:+265 111 831 995
Fax: +265 111 831 859
Email: kamphonia@cedarcapital.mw

FACTS ABOUT INVESTING ON MSE

1. You can buy as little as one share on the Equities Secondary Market.
2. You can invest as little as MK1,000.00 on the Debt Securities Secondary Market.