

MONTHLY MARKET REPORT

NOVEMBER 2017



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

Telephone: (265) 01 824 233; Fax: (265) 01 823 636
E-mail: info@mse-mw.com
Website: www.mse.co.mw

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MALAWI STOCK EXCHANGE

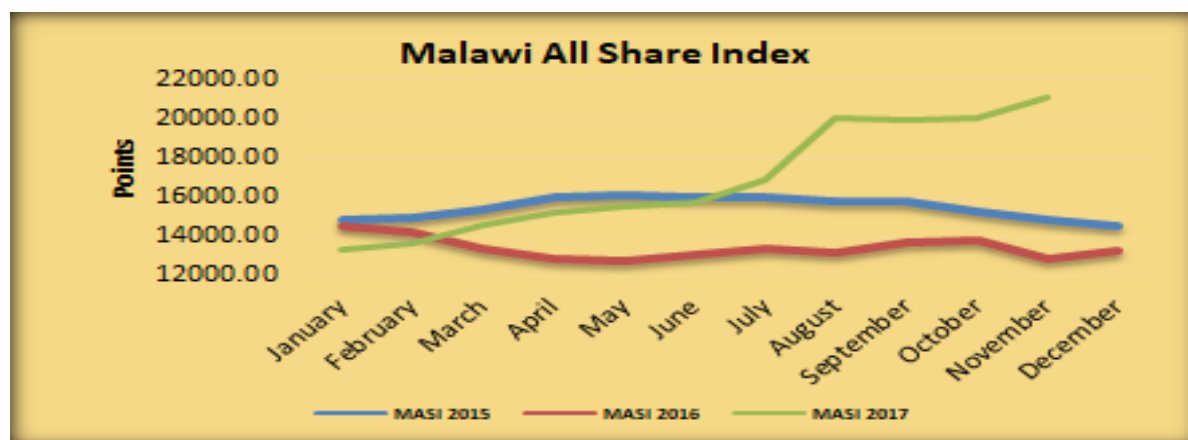
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1. EQUITY TRADING SUMMARY

The market was bullish in the month of November 2017 as it registered a positive return on investment of 5.35% (5.35% in US\$ terms) despite registering a decrease in both total traded value and total traded volume.

Index Levels and Return – November 2017

INDEX	NOVEMBER, 2017	OCTOBER, 2017	Monthly Δ 2017	Monthly Δ 2016	% Δ YTD. 2017
MASI	21122.43	20049.06	5.35 \blacktriangle	6.58 \blacktriangledown	58.57 \blacktriangle
DSI	15850.21	15760.94	0.57 \blacktriangle	6.66 \blacktriangledown	51.58 \blacktriangle
FSI	3516.49	2474.85	42.09 \blacktriangle	0.00 \blacksquare	73.56 \blacktriangle



Trading Statistics – November 2017

	November 2017	October 2017	Monthly % Δ	November 2016	Y-O-Y % Δ
Traded Value (MK)	763,567,556.43	2,108,221,256.74	63.78 \blacktriangledown	1,385,112,183.47	44.87 \blacktriangledown
Traded Value (US\$)	1,052,248.84	2,905,267.43	63.78 \blacktriangledown	1,928,002.46	45.42 \blacktriangledown
Traded Vol. Shares	14,395,164	60,346,580	76.15 \blacktriangledown	38,318,065	62.43 \blacktriangledown
No. of Transactions	93	117	20.51 \blacktriangledown	81	14.81 \blacktriangle
Index Close (MASI)	21122.43	20049.06	5.35 \blacktriangle	13797.80	53.09 \blacktriangle
Listed companies	14	14		13	
Traded Companies	13	12		10	
Not Traded Companies	01	02		03	
Gainers	05	03		04	
Decliners	03	00		05	
Unchanged	05	09		01	

2. MARKET PERFORMANCE

A. Trade Performance Analysis

The market transacted a total of 14,395,164 shares at a total consideration of MK763,567,556.43 (US\$1,052,248.84) in 93 trades. In the previous month, October 2017, the market transacted a total of 60,346,580 shares at a total consideration of MK2,108,221,256.74 (US\$2,905,267.43) in 117 trades. This reflects a **76.15%** decrease in terms of share volume and a **63.78%** (63.78% in US Dollar terms) decrease in share value.

Daily average share trades exhibited similar trends where the market registered an average daily volume of 685,484 shares compared to 2,873,647 shares traded in October 2017.

The average daily turnover for November 2017 was MK36,360,359.83 (US\$50,107.09) compared to MK100,391,488.42 (US\$138,346.07) in October 2017, reflecting a decrease of **63.78%** (63.78% 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 20049.06 points registered in October 2017 to 21122.43 points registered in November 2017, giving a return on index of **5.35%** (5.35% in US\$ terms). The price gains registered by FMBCH, FMB, NBM, STANDARD and SUNBIRD were enough to offset share price losses registered by NBS, NITL and TNM resulting into an upward movement of the Malawi All Share Index, arising from an increase in both the Domestic Share Index (**0.57%**) and the Foreign Share Index (**42.09%**).

Market capitalization increased in both Kwacha and United States Dollar terms from MK989,673.25 million (US\$1,363.83 mln) in October 2017 to MK1,042,657.64 million (US\$1,436.85 mln) in November 2017.

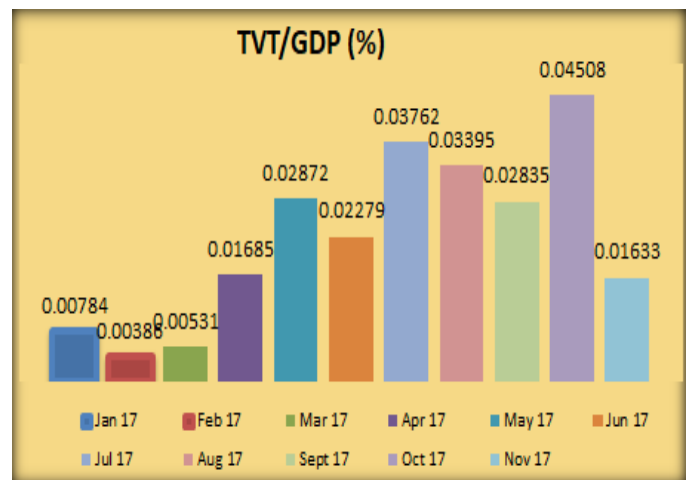
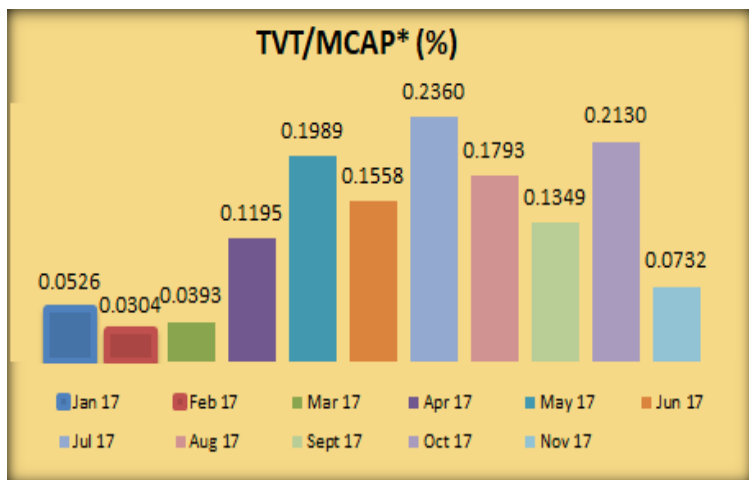
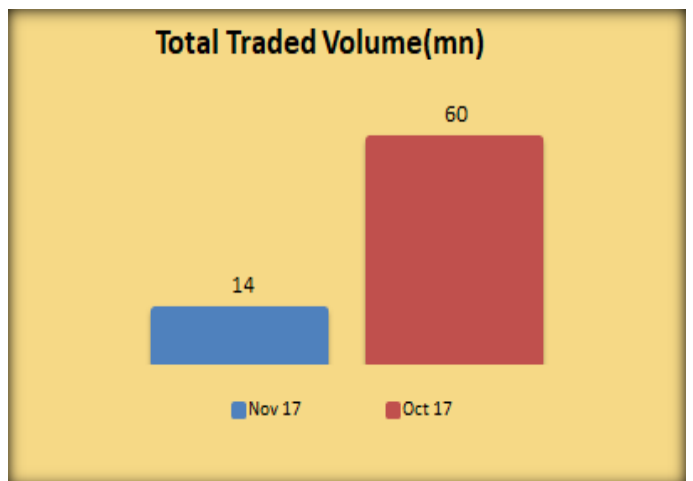
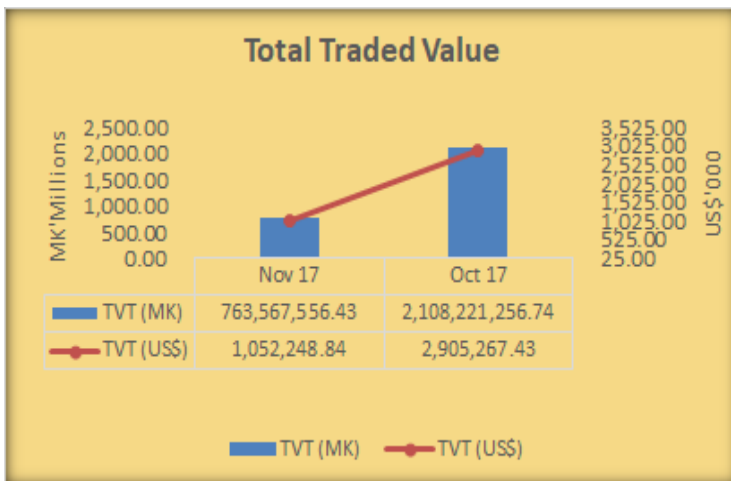
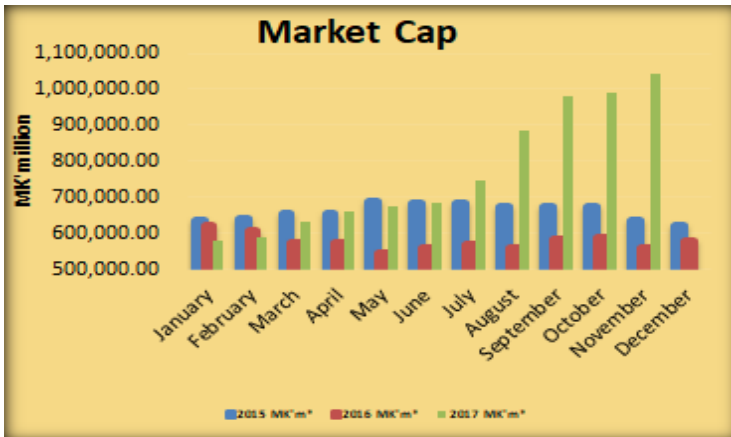
C. Market Liquidity

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 November 2017 was recorded at 0.07%, lower than 0.21% registered in October 2017. The ratio of Total Value of Trades to Gross Domestic Product (**TVT/GDP**) recorded a liquidity level of 0.02% in November 2017 while during the previous month, October 2017, liquidity was at 0.05%.

2. MARKET PERFORMANCE



MALAWI STOCK EXCHANGE



3. COMPANY TRADING PERFORMANCE

A. Top gainers: Five counters registered capital gains

MSE CODE	COUNTER NAME	% GAIN
FMBCH	FMB Capital Holdings plc	45.65 ▲
SUNBIRD	Sunbird Tourism plc	37.14 ▲
FMB	FMB Bank plc	6.64 ▲
STANDARD	Standard Bank Malawi plc	1.67 ▲
NBM	National Bank of Malawi plc	0.02 ▲

B. Top Losers: Three counters registered capital gains

MSE CODE	COUNTER NAME	% LOSS
TNM	Telekom Networks Malawi plc	6.93 ▼
NBS	NBS Bank plc	6.67 ▼
NITL	National Investments Trust plc	0.03 ▼

C. Top Five Traded Stocks by volume

MSE CODE	COUNTER NAME	SHARES	% of Total
TNM	Telekom Networks Malawi plc	9,021,263	62.67
FMBCH	FMB Capital Holdings plc	1,725,080	11.98
NBS	NBS Bank plc	1,700,732	11.81
ILLOVO	Illovo Sugar Malawi plc	1,153,360	8.01
STANDARD	Standard Bank Malawi plc	326,143	2.27

D. Top Five Traded Stocks by value

MSE CODE	COUNTER NAME	VALUE	% of Total
ILLOVO	Illovo Sugar Malawi plc	276,806,400.00	36.25
STANDARD	Standard Bank Malawi plc	198,771,670.00	26.03
TNM	Telekom Networks Malawi plc	117,634,418.70	15.41
FMBCH	FMB Capital Holdings plc	89,642,388.60	11.74
NBM	National Bank of Malawi plc	42,281,601.99	5.54

3. COMPANY TRADING PERFORMANCE

COUNTER	HIGH (MK)	LOW (MK)	Earnings Yield (%)	P/E	P/BV	MKT CAP (MK'MIn)	MKT CAP (US\$'Min)
BHL	28.00	28.00	12.17	8.21	0.76	3,617.39	4.99
FMBCH	67.00	46.00	5.00	20.00	3.50	153,222.78	211.15
FMB	48.00	45.01	6.83	14.64	2.56	112,140.00	154.54
ILLOVO	240.00	240.00	4.13	24.18	4.68	171,226.65	235.96
MPICO	15.61	15.61	5.54	18.04	1.28	35,872.52	49.43
NBM	270.05	270.00	13.17	7.59	1.86	126,071.57	173.73
NBS	7.50	7.00	N/A	N/A	2.99	20,374.01	28.08
NICO	34.00	34.00	7.71	12.97	1.10	35,463.40	48.87
NITL	60.08	60.06	N/A	N/A	1.24	8,108.10	11.17
PCL	570.00	570.00	25.11	3.98	0.66	68,545.82	94.46
STANDARD	610.00	600.00	13.57	7.37	2.28	143,147.58	197.27
SUNBIRD	96.00	70.00	5.32	18.76	1.90	25,111.93	34.61
TNM	14.00	13.00	6.27	15.94	6.28	130,827.06	180.29
OML	1,930.00	1,930.00	7.91	12.65	0.96	8,905.48	12.27

3. COMPANY TRADING PERFORMANCE

Company	Opening Price	Closing Price	% Price Change	Share Vol. Traded	% Traded	Value Traded MK
BHL	2800	2800	0.00%	0	0.00%	0.00
FMBCH	4600	6700	45.65%	1,725,080	11.98%	89,642,388.60
FMB	4501	4800	6.64%	1,750	0.01%	84,000.00
ILLOVO	24000	24000	0.00%	1,153,360	8.01%	276,806,400.00
MPICO	1561	1561	0.00%	55,624	0.39%	868,290.64
NBM	27000	27005	0.02%	156,579	1.09%	42,281,601.99
NBS	750	700	-6.67%	1,700,732	11.81%	12,626,524.50
NICO	3400	3400	0.00%	64,890	0.45%	2,206,260.00
NITL	6008	6006	-0.03%	20,000	0.14%	1,201,200.00
PCL	57000	57000	0.00%	4,201	0.03%	2,394,570.00
STANDARD	60000	61000	1.67%	326,143	2.27%	198,771,670.00
SUNBIRD	7000	9600	37.14%	163,742	1.14%	15,576,232.00
TNM	1400	1303	-6.93%	9,021,263	62.67%	117,634,418.70
OML PLC	193000	193000	0.00%	1,800	0.01%	3,474,000.00
				14,395,164	100.00%	763,567,556.43

4. BOND TRADING SUMMARY

BOND	MATURITY DATE	COUPON DATE	COUPON RATE (%)	NOMINAL VALUE (MK' M N)
TN02YR31082019	31 August 2019	28 Feb & 31 Aug	11	20,000.00
Total Outstanding Treasury notes				20,000.00

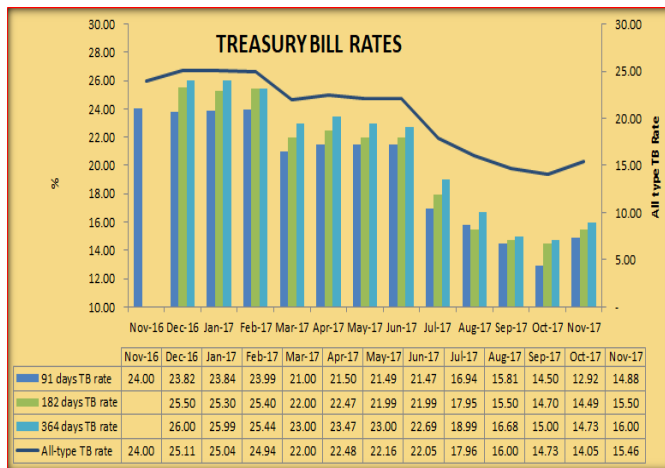
5. ECONOMIC REVIEW



MALAWI STOCK EXCHANGE

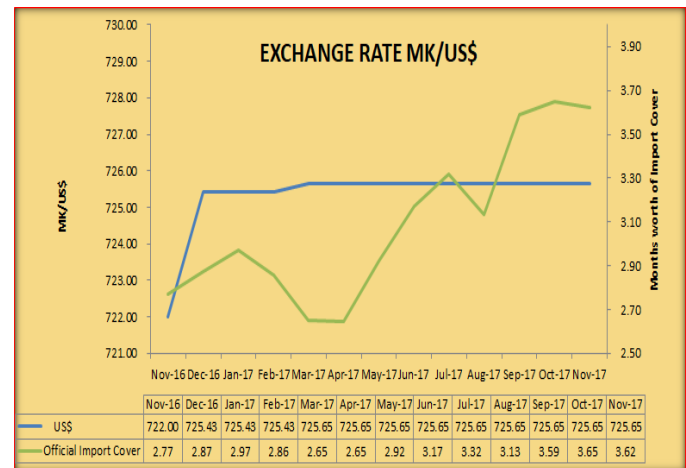
Interest Rates

During the period under review, the yield on the 91 days T-bill, the 182 days T-bill and the 364 days T-bill inched upwards from 12.92% to 14.88%, from 14.49% to 15.50% and from 14.73% to 16.00% respectively.



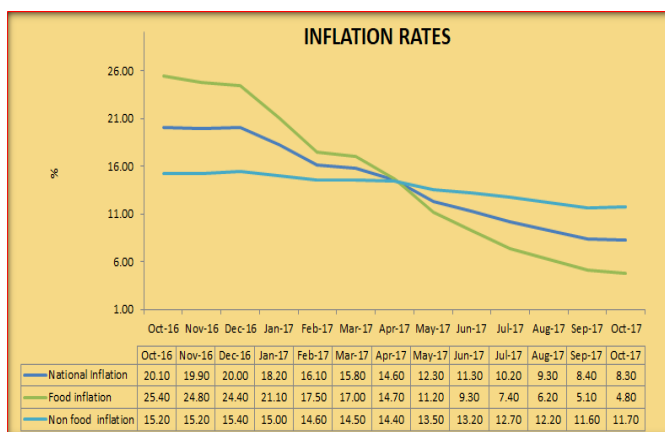
Exchange Rates

The Kwacha was stable against the United States Dollar in the period under review. Gross official reserves marginally decreased from 3.65 months of import cover on 31 October 2017 to 3.62 months of import cover on 30 November 2017.



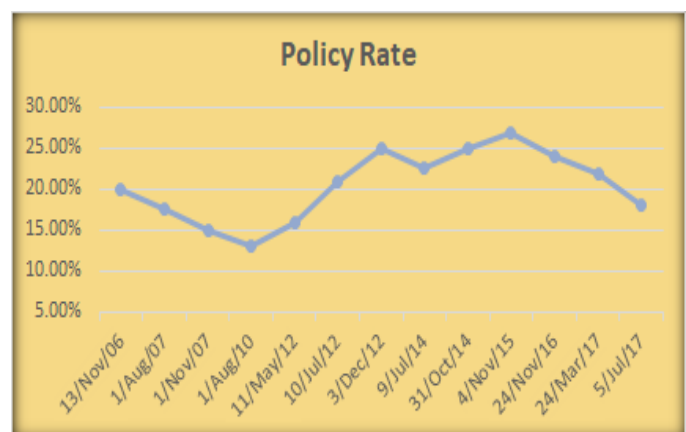
Inflation Rates

Headline inflation eased by 0.1 percentage point from 8.4% in September, 2017 to 8.3% in October, 2017.



Monetary Policy Rate

The Monetary Policy Committee at its meeting held on 27 and 28 September, 2017 maintained the policy rate at 18%.



CONTACTS AND ADDRESSES OF MSE STOCK BROKERS

Stockbrokers Malawi Limited NBM Business Complex P.O Box 31180 Blantyre Tel: +265 1 836 213 Fax: +265 1 824 353 Email: sml@smlmw.com	Continental Capital Limited 1st Floor, Unit House P.O Box 1444 Blantyre Tel: +265 1 830 638 Email: capital@continental.mw capital@cdh-malawi.com
African Alliance Securities 4th Floor, Livingstone Towers P.O Box 3340 Blantyre Tel:+265 1 831 995 Fax: +265 1 831 859 Email: kamphonia@cedarcapital.mw	