

MONTHLY MARKET REPORT FEBRUARY 2019



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CONTENTS



MALAWI STOCK EXCHANGE

<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>Bond Trading Summary</i>	4
<i>Economic review</i>	5

1. TRADING SUMMARY



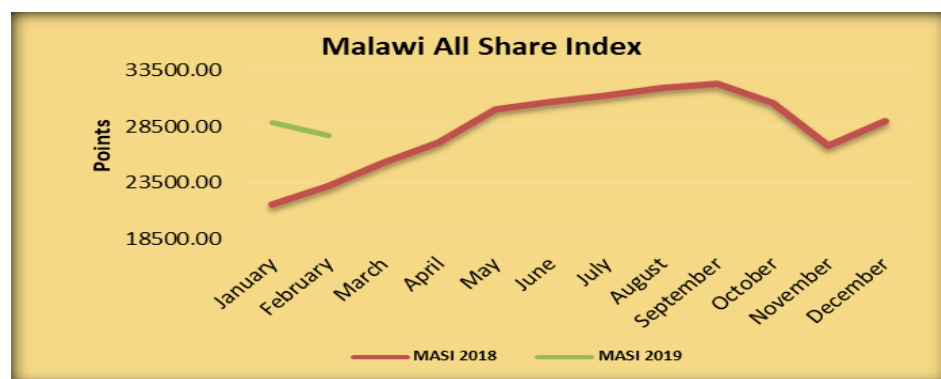
MALAWI STOCK EXCHANGE

The market registered an increase in the total value and the volume of shares traded despite registering a decrease on month-on-month return on index of **-3.89%** (-3.86% in US\$ terms), **19.43%** year-on-year.

There were no trades on the listed debt securities.

Index Levels and Return – February 2019

INDEX	FEBRUARY 2019	JANUARY 2019	% Monthly Δ 2019	% Monthly Δ 2018	% Δ YTD. 2019
MASI	27687.33	28808.89	-3.89	4.32 ▲	-4.47
DSI	20829.45	21159.22	-1.56	5.05 ▲	-2.29
FSI	4521.94	5265.12	-14.12	0.88 ▲	-14.12



Trading Statistics – February 2019

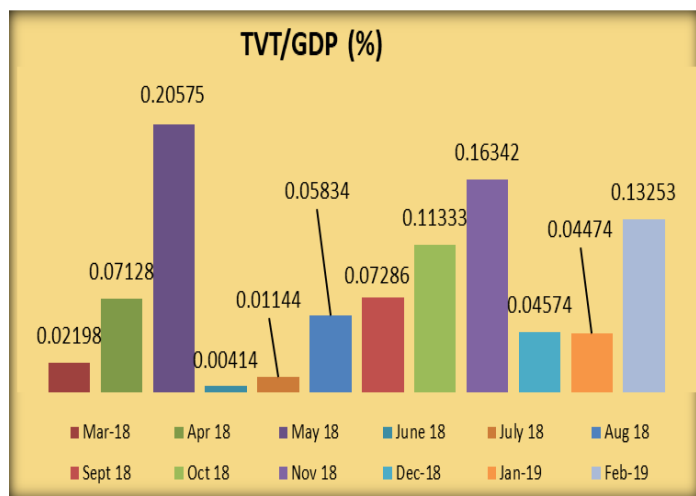
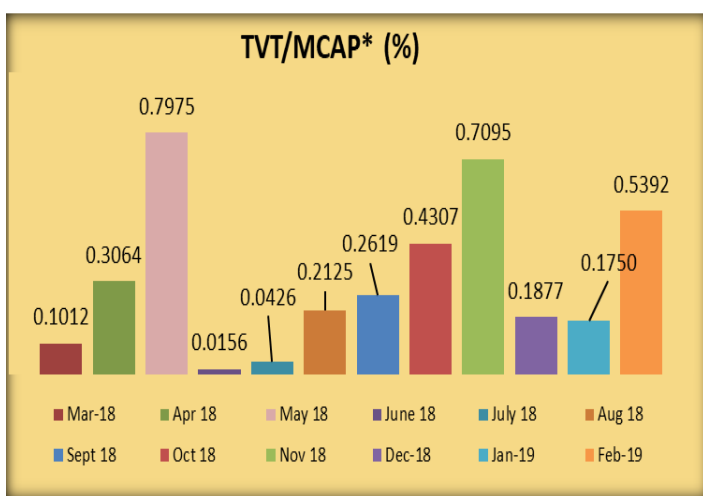
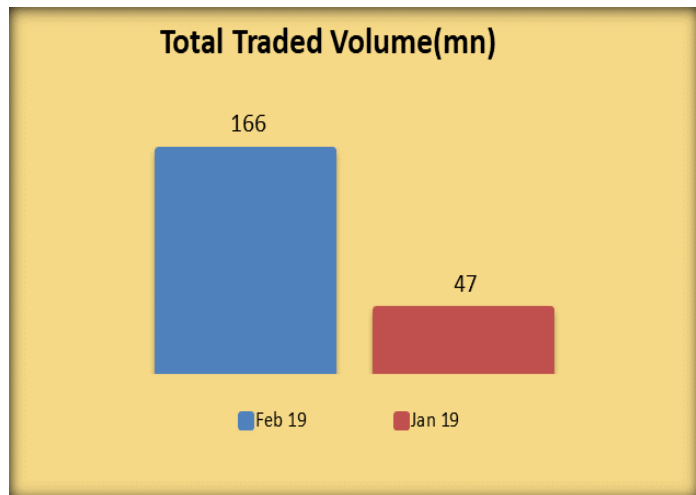
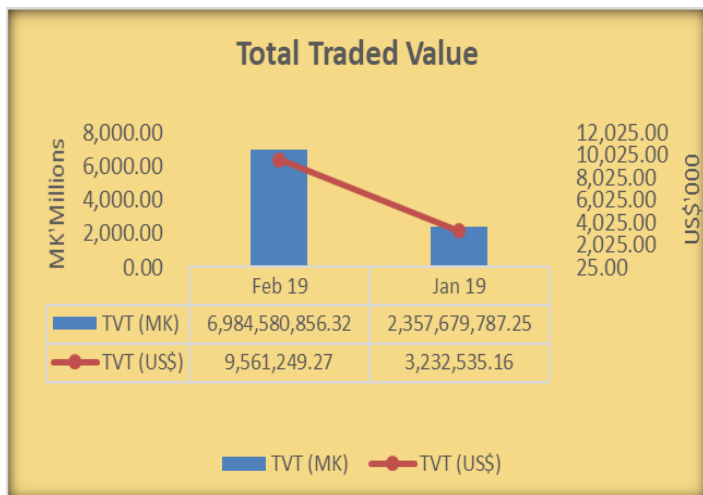
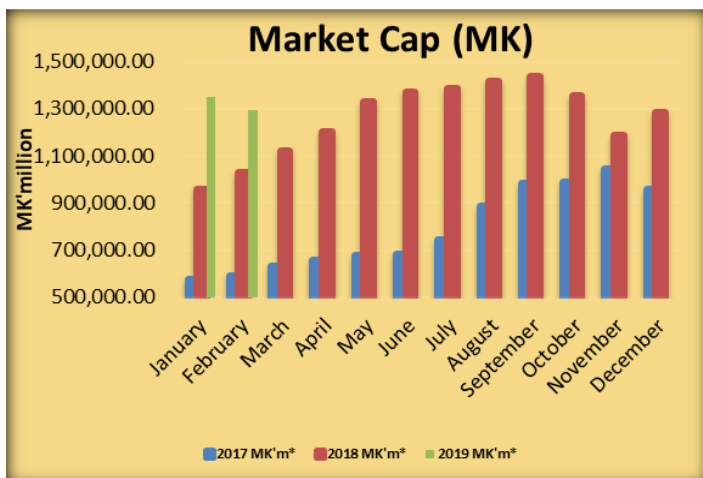
	February 2019	January 2019	Monthly % Δ	February 2018	Y-O-Y %Δ
Traded Value (MK)	6,984,580,856.32	2,357,679,787.25	196.25 ▲	7,696,394,315.30	-9.25
Traded Value (US\$)	9,561,249.27	3,232,535.16	195.78 ▲	10,606,029.73	-9.85
Traded Vol. Shares	165,978,557	46,773,797	254.85 ▲	245,801,275	-32.47
No. of Transactions	257	221	16.29 ▲	118	117.80 ▲
Index Close (MASI)	27687.33	28808.89	-3.89	23182.59	19.43 ▲
Listed Debt Securities	09	09		02	
Traded Debt Securities	00	00		00	
Listed companies	14	14		13	
Traded Companies	14	14		12	
Not Traded Companies	00	00		01	
Gainers	02	01		05	
Decliners	07	04		00	
Unchanged	05	09		07	

2. MARKET PERFORMANCE

- A. Trade Performance Analysis**
- The market transacted a total of 165,978,557 shares at a total consideration of MK6,984,580,856.32 (US\$9,561,249.27) in 257 trades. In the previous month, January 2019, the market transacted a total of 46,773,797 shares at a total consideration of MK2,357,679,787.25 (US\$3,232,535.16) in 221 trades. This reflects a **254.85%** increase in terms of share volume traded and a **196.25%** (**195.78%** in US Dollar terms) increase in share value traded. Of the total shares traded, 152,755,283 NBS shares were traded as a negotiated deal.
- Daily average share trades exhibited similar trends where the market registered an average daily volume of 7,903,741 shares compared to 2,227,324 shares traded in January 2019.
- The average daily turnover for February 2019 was MK332,599,088.40 (US\$455,297.58) compared to MK112,270,466.06 (US\$153,930.25) in January 2019, reflecting an increase of **196.25%** (**195.78%** in US Dollar terms).
- B. Market Capitalization and Index**
- The market registered a negative return on index as reflected in the downward movement of the Malawi All Share Index (MASI) from 28808.89 points registered in January 2019 to 27687.33 points registered in February 2019, giving a month-on-month return on index of **-3.89%** (**-3.86%** in US\$ terms). The price losses registered by FMBCH(15.000%), TNM(3.846%), PCL(3.509%), ICON(0.500%), BHL(0.154%), NICO (0.024%), and OMU(0.001) offset the share price gains in MPICO(0.308%) and NBM (0.003%) resulting into a downward movement of the Malawi All Share Index. The Domestic Share and the Foreign Share indices fell by 1.56% and 14.12% respectively.
- Market capitalization decreased in both Malawi Kwacha and United States Dollar terms from MK1,347,534.92 million (US\$1,845.61 million) in January 2019 to MK1,295,478.93 million (US\$1,772.50 million) in February 2019.
- 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 February 2019 was recorded at 0.54%, marginally higher than 0.18% registered in January 2019. The ratio of Total Value of Trades to Gross Domestic Product (**TVT/GDP**) recorded a liquidity level of 0.13% in February 2019 while during the previous month, January 2019, liquidity was at 0.05%. Market capitalization as a percentage of GDP was at 24.58% in February 2019 and 25.57% in January 2019.



2. MARKET PERFORMANCE



3. COMPANY TRADING PERFORMANCE

A. Top gainers: Two counters registered capital gain

MSE CODE	ISIN	COUNTER NAME	% GAIN
MPICO	MWMPI0010116	MPICO plc	0.308 ▲
NBM	MWNBM0010074	National Bank of Malawi plc	0.003 ▲

B. Top Losers: Seven counters registered capital losses

MSE CODE	ISIN	COUNTER NAME	% LOSS
FMBCH	MWFMB0010138	FMB Capital Holdings plc	-15.000
TNM	MWTNM0010126	Telekom Networks Malawi plc	-3.846
PCL	MWPCL0010053	Press Corporation plc	-3.509
ICON	MWICON001146	ICON Properties plc	-0.500
BHL	MWBHL0010025	Blantyre Hotels plc	-0.154

C. Volume Leaders

MSE CODE	ISIN	COUNTER NAME	SHARES	% of Total
NBS	MWNBS0010101	NBS Bank plc	153,075,345	92.23
TNM	MWTNM0010126	Telekom Networks Malawi plc	5,765,758	3.47
PCL	MWPCL0010053	Press Corporation plc	4,016,713	2.42
MPICO	MWMPI0010116	MPICO plc	1,769,833	1.07
ICON	MWICON001146	ICON Properties plc	437,300	0.26

D. Value Leaders

MSE CODE	ISIN	COUNTER NAME	VALUE	% of Total
PCL	MWPCL0010053	Press Corporation plc	4,418,992,655.00	63.27
NBS	MWNBS0010101	NBS Bank plc	1,454,374,194.32	20.82
OMU	ZAE000255360	Old Mutual Limited	865,487,590.60	12.39
TNM	MWTNM0010126	Telekom Networks Malawi plc	161,743,609.40	2.32
FMBCH	MWFMB0010138	FMB Capital Holdings plc	25,065,132.00	0.36

3. COMPANY TRADING PERFORMANCE



SYMBOL SUMMARY

Exchange: **MSE** Market: **MAINBOARD**
 From Date: **1/02/2019** To Date: **28/02/2019**

Symbol	Open	High	Low	Close	Volume	Value	Trades Count	Market Capitalization
BHL	13.00	13.00	12.98	12.98	152,078	1,975,914.00	8	10,899,964,151
FMBCH	100.00	100.00	85.00	85.00	289,131	25,065,132.00	23	208,951,250,000
ICON	12.00	12.00	10.50	11.94	437,300	4,976,600.00	11	79,759,200,000
ILLOVO	200.00	200.00	200.00	200.00	514	102,800.00	1	142,688,878,200
MPICO	13.00	13.05	13.00	13.04	1,769,833	23,072,032.08	35	29,966,538,878
NBM	315.00	315.02	315.00	315.01	78,987	24,881,419.44	29	147,088,166,787
NBS	10.00	10.00	9.99	9.99	153,075,345	1,454,374,194.32	14	29,076,627,826
NICO	42.00	42.00	38.50	41.99	8,262	329,424.88	4	43,797,295,621
NITL	75.00	75.00	75.00	75.00	38,371	2,877,825.00	7	10,125,000,000
OMU	2,513.25	2,513.25	2,513.22	2,513.23	344,372	865,487,595.35	16	14,647,111,980
PCL	1,140.00	1,140.01	1,100.00	1,100.00	4,016,713	4,418,992,635.00	22	132,281,402,000
STANDARD	670.00	670.00	670.00	670.00	827	554,090.00	5	157,227,668,540
SUNBIRD	145.00	145.00	138.00	138.00	1,066	147,570.00	2	36,098,396,040
TNM	26.00	28.40	25.00	25.01	5,765,758	161,743,609.20	80	251,111,654,500

4. BOND TRADING SUMMARY



MALAWI STOCK EXCHANGE

BOND	MATURITY DATE	COUPON FREQUENCY	COUPON RATE (%)	NOMINAL VALUE (MK' MN)
TN02YR31082019	31 August 2019	Bi-annual	11	20,000.00
TN02YR250120	25 January 2020	Bi-annual	10	5,000.00
TN03YR220221	22 February 2021	Bi-annual	11	3,000.00
NFBN21062021	21 June 2021	Quarterly	18.5	50.00
NFBN2162021	21 June 2021	Quarterly	18.5	1,000.00
NFBN28062021	28 June 2021	Quarterly	17	3,000.00
TN02YR040920	04 September 2020	Bi-annual	13	64,659.68
TN03YR111021	11 October 2021	Bi-annual	14	13,776.00
TN03YR270821	27 August 2021	Bi-annual	14	22,570.00
Total Outstanding Debt Securities				133,055.68

There were no trades on the six Treasury Notes and the New Finance Bank Medium Term Notes.

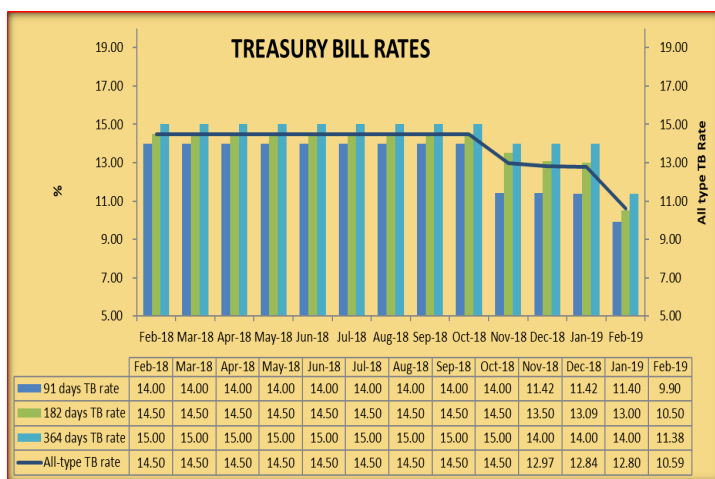
5. ECONOMIC REVIEW



MALAWI STOCK EXCHANGE

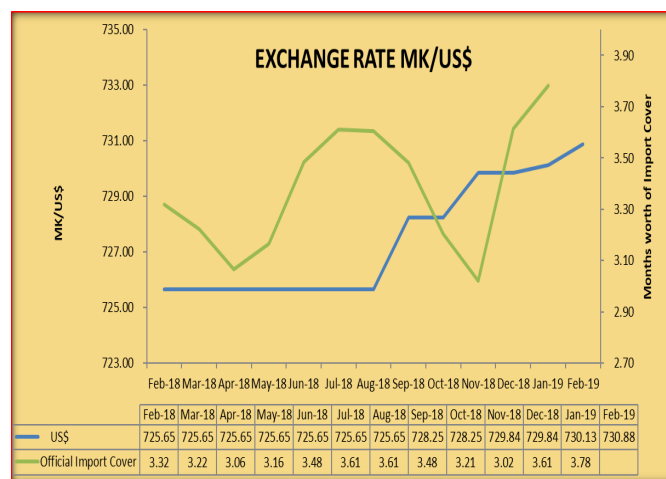
Interest Rates

During the period under review, the yields on the 91 days T-bill, the 182 days T-bill and the 364 days T-bill fell by 1.4919% from 11.3954% to 9.9035%, by 2.5000% from 13.0000% to 10.5000% and by 2.6238% from 14.0000% to 11.3762% respectively.



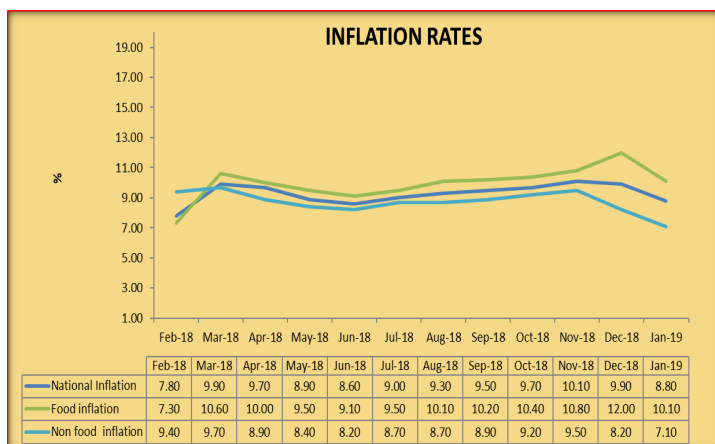
Exchange Rates

The Kwacha marginally depreciated against the United States Dollar in the period under review. Gross official reserves were at 3.78 months worth of import cover on 31 January 2019.



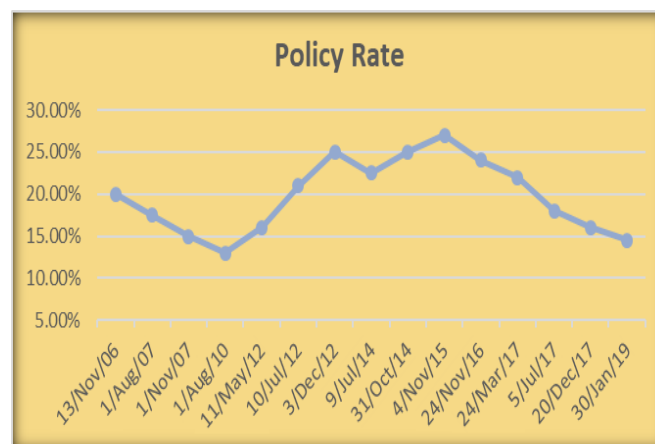
Inflation Rates

Headline inflation eased by 1.1 percentage points from 9.9% in December, 2018 to 8.8% in January, 2019.



Monetary Policy Rate

The Monetary Policy Committee at its meeting held on 30 January 2019 reduced the policy rate from 16% to 14.5%.



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