

MONTHLY MARKET REPORT JANUARY 2019



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1. TRADING SUMMARY



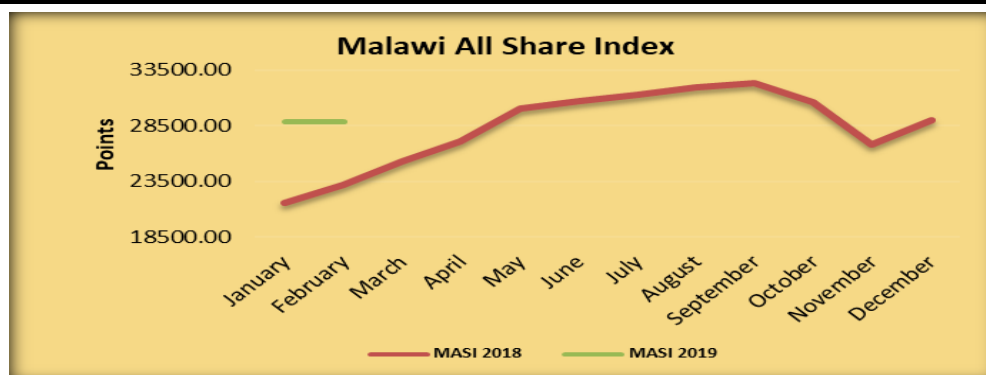
MALAWI STOCK EXCHANGE

The market ended the listing drought with the listing of ICON Properties plc whose share price inched upwards by 37.14% on first day of trading. The market however, was marginally bearish in the month of January as it registered a month-on-month return on index of **-0.60%** (**-0.64%** in US\$ terms), 29.63% on a year-on-year basis. The market also registered a decrease in total traded value despite an increase in total traded volume of shares.

There were no trades on the listed debt securities.

Index Levels and Return – January 2019

INDEX	JANUARY 2019	DECEMBER 2018	% Monthly Δ 2019	% Monthly Δ 2018	% Δ YTD. 2019
MASI	28808.89	28983.53	-0.60	2.90 ▲	-0.60
DSI	21159.22	21318.07	-0.75	2.58 ▲	-0.75
FSI	5265.12	5265.12	0.00	4.39 ▲	0.00



Trading Statistics – January 2019

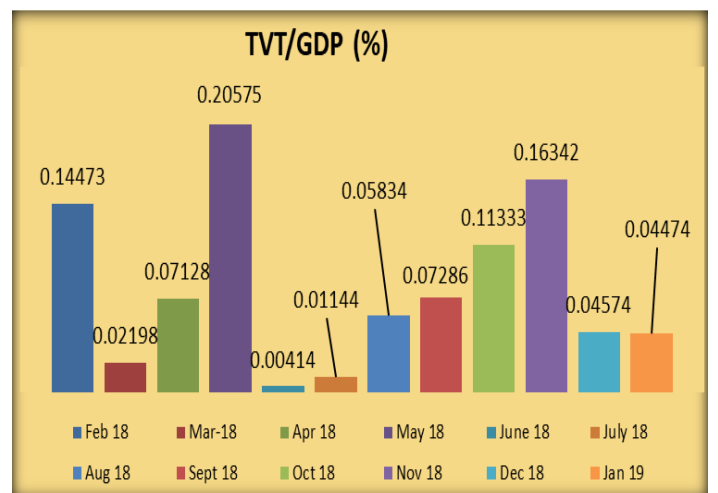
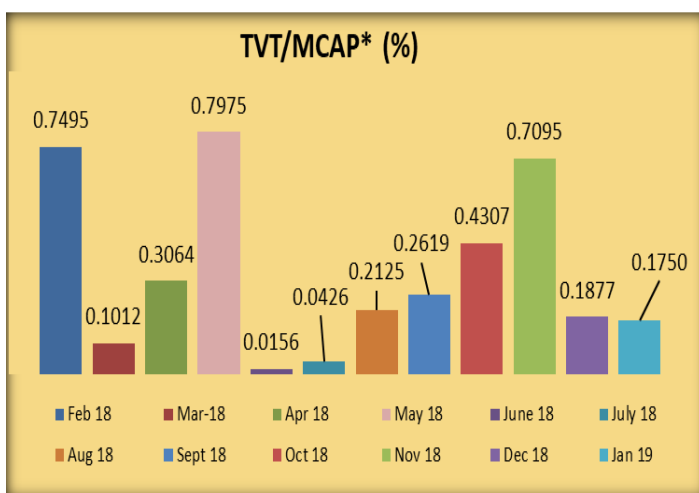
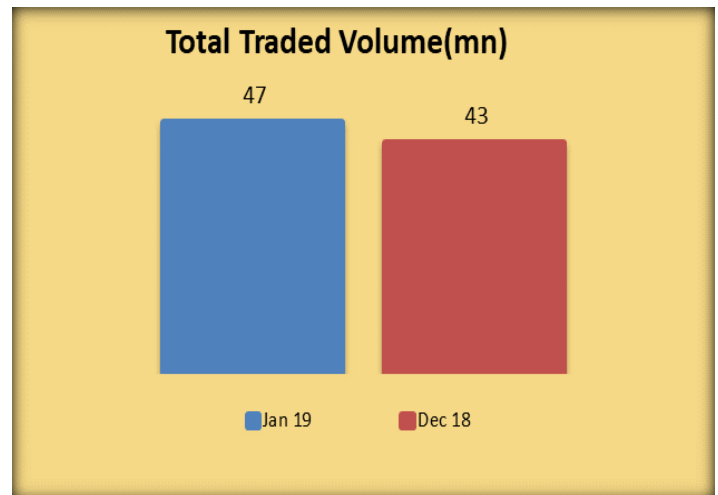
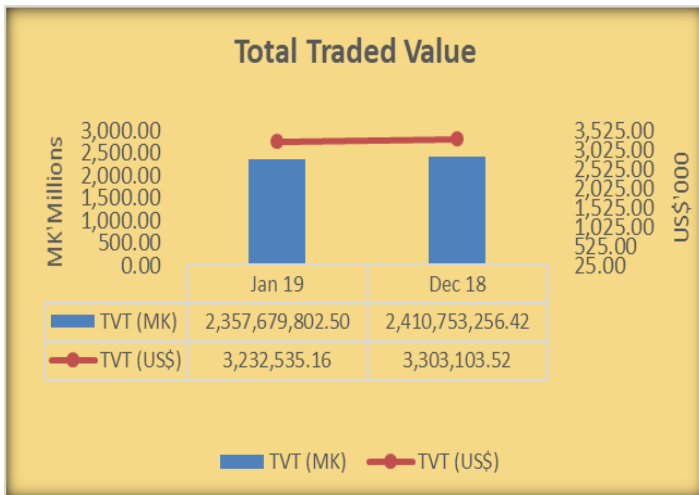
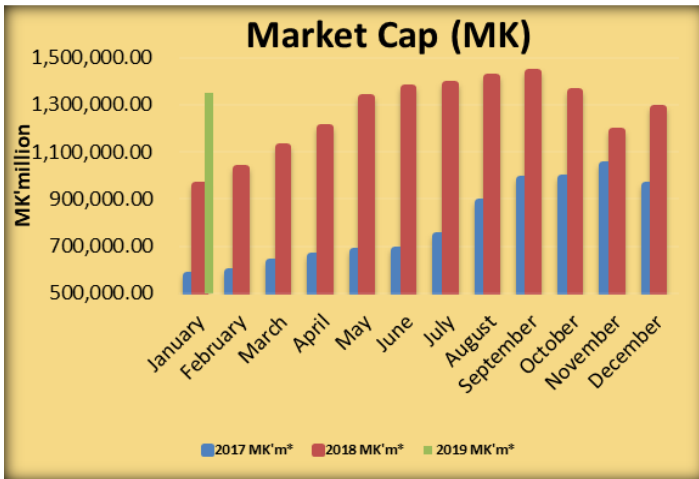
	January 2019	December 2018	Monthly % Δ	January 2018	Y-O-Y %Δ
Traded Value (MK)	2,357,679,802.50	2,410,753,256.42	-2.20	1,318,037,153.35	78.88 ▲
Traded Value (US\$)	3,232,535.16	3,303,103.52	-2.14	1,816,341.81	77.97 ▲
Traded Vol. Shares	46,773,797	42,869,348	9.11 ▲	36,519,356	28.08 ▲
No. of Transactions	221	265	-16.60	108	104.63 ▲
Index Close (MASI)	28808.89	28983.53	-0.60	22223.44	29.63 ▲
Listed Debt Securities	09	09		01	
Traded Debt Securities	00	00		00	
Listed companies	14	13		13	
Traded Companies	14	13		11	
Not Traded Companies	00	00		02	
Gainers	01	03		05	
Decliners	04	03		00	
Unchanged	09	07		06	

2. MARKET PERFORMANCE

- A. Trade Performance Analysis**
- The market transacted a total of 46,773,797 shares at a total consideration of MK2,357,679,802.50 (US\$3,232,535.16) in 221 trades. In the previous month, December 2018, the market transacted a total of 42,869,348 shares at a total consideration of MK2,410,753,256.42 (US\$3,303,103.52) in 265 trades. This reflects a 9.11% increase in terms of share volume and a 2.20% (2.14% in US Dollar terms) decrease in share value.
- Daily average share trades exhibited similar trends where the market registered an average daily volume of 2,227,324 shares compared to 2,041,398 shares traded in December 2018.
- The average daily turnover for January 2019 was MK112,270,466.79 (US\$153,930.25) compared to MK114,797,774.12 (US\$157,290.64) in December 2018, reflecting a decrease of 2.20% (2.14% 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 28983.53 points registered in December 2018 to 28808.89 points registered in January 2019, giving a month-on-month return on index of -0.60% (-0.64% in US\$ terms). The price losses registered by TNM(7.14%), NBM(5.13%), NICO(2.33%) and MPICO(1.52%) were enough to offset a share price gain in ICON(37.14%) resulting into a downward movement of the Malawi All Share Index. The Domestic Share Index fell by 0.75% whilst the Foreign Share Index was stable.
- Market capitalization increased in both Malawi Kwacha and United States Dollar terms from MK1,284,705.65 million (US\$1,760.24 million) in December 2018 to MK1,347,534.92 million (US\$1,845.61 million) in January 2019 as a result of ICON listing and listing of additional FMBCH shares.
- 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 January 2019 was recorded at 0.18%, marginally lower than 0.19% registered in December 2018. The ratio of Total Value of Trades to Gross Domestic Product (**TVT/GDP**) recorded a liquidity level of 0.04% in January 2019 while during the previous month, December 2018, liquidity was at 0.05%.



2. MARKET PERFORMANCE



3. COMPANY TRADING PERFORMANCE

A. Top gainers: One counter a registered capital gain

MSE CODE	ISIN	COUNTER NAME	% GAIN
ICON	MWICON001146	ICON Properties plc	37.14 ▲

B. Top Losers: Four counters registered capital losses

MSE CODE	ISIN	COUNTER NAME	% LOSS
TNM	MWTNM0010126	Telekom Networks Malawi plc	-7.14
NBM	MWNBM0010074	National Bank of Malawi plc	-5.13
NICO	MWNICO010014	NICO Holdings plc	-2.33
MPICO	MWMPI0010116	MPICO plc	1.52

C. Volume Leaders

MSE CODE	ISIN	COUNTER NAME	SHARES	% of Total
TNM	MWTNM0010126	Telekom Networks Malawi plc	26,993,590	57.71
NICO	MWNICO010014	NICO Holdings plc	6,733,002	14.39
FMBCH	MWFMB0010138	FMB Capital Holdings plc	4,157,741	8.89
ICON	MWICON001146	ICON Properties plc	4,071,360	8.70
MPICO	MWMPI0010116	MPICO plc	1,500,935	3.21

D. Value Leaders

MSE CODE	ISIN	COUNTER NAME	VALUE	% of Total
TNM	MWTNM0010126	Telekom Networks Malawi plc	769,314,953.00	32.63
PCL	MWPCL0010053	Press Corporation plc	585,667,020.00	24.84
FMBCH	MWFMB0010138	FMB Capital Holdings plc	415,774,100.00	17.63
ILLOVO	MWILLV010032	Illovo Sugar Malawi plc	211,115,000.00	8.95
NICO	MWNICO010014	NICO Holdings plc	202,388,697.00	8.58

3. COMPANY TRADING PERFORMANCE



SYMBOL SUMMARY

Exchange: **MSE** Market: **MAINBOARD**
 From Date: **1/01/2019** To Date: **31/01/2019**

Symbol	Open	High	Low	Close	Volume	Value	Trades Count	Market Capitalization
BHL	13.00	13.00	13.00	13.00	312,740	4,065,620.00	10	10,916,759,165
FMBCH	100.00	100.00	100.00	100.00	4,157,741	415,774,100.00	34	245,825,000,000
ICON	8.75	12.05	8.75	12.00	4,071,360	48,856,340.00	9	80,160,000,000
ILLOVO	200.00	200.00	200.00	200.00	1,055,575	211,115,000.00	9	142,688,878,200
MPICO	13.20	13.20	13.00	13.00	1,500,935	19,561,571.60	21	29,874,616,980
NBM	332.02	332.02	310.00	315.00	192,506	60,236,838.40	17	147,083,497,470
NBS	10.00	10.00	10.00	10.00	1,112,530	11,125,300.00	21	29,105,733,560
NICO	43.00	43.00	42.00	42.00	6,733,002	202,388,697.00	8	43,807,726,032
NITL	75.00	75.00	75.00	75.00	29,068	2,180,100.00	6	10,125,000,000
OMU	2,513.25	2,513.25	2,513.25	2,513.25	5,330	13,395,627.25	4	14,647,228,540
PCL	1,140.00	1,140.00	1,140.00	1,140.00	513,743	585,667,000.00	10	137,091,634,800
STANDARD	670.00	670.00	670.00	670.00	239	160,130.00	3	157,227,668,540
SUNBIRD	145.00	145.00	145.00	145.00	95,438	13,838,510.00	6	37,929,474,100
TNM	28.00	28.51	26.00	26.00	26,993,590	769,314,953.00	63	261,051,700,000

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.

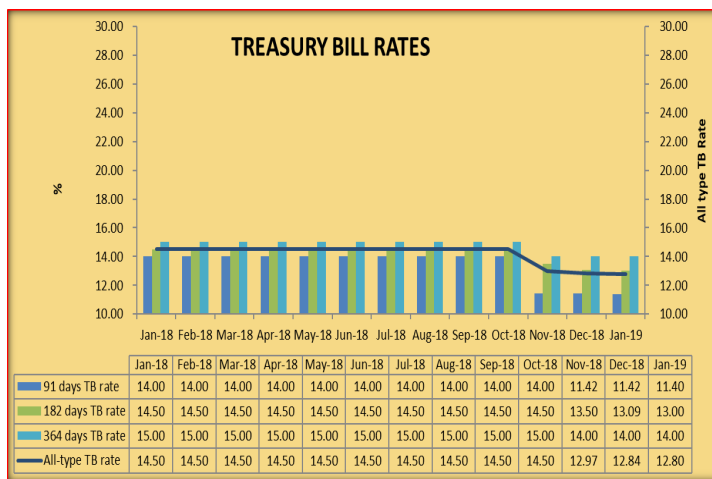
5. ECONOMIC REVIEW



MALAWI STOCK EXCHANGE

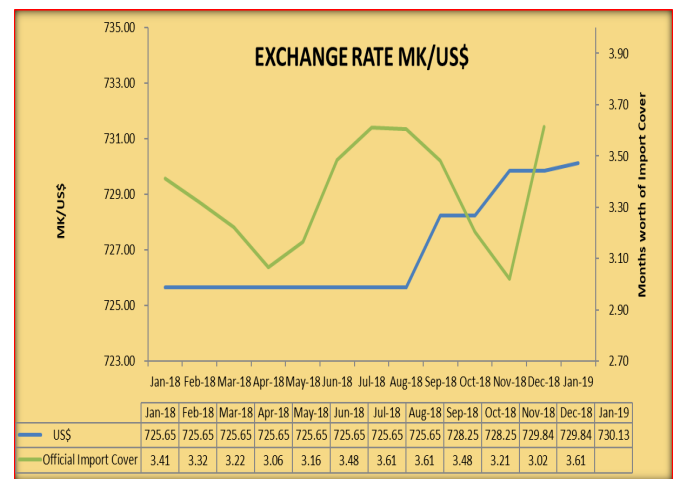
Interest Rates

During the period under review, the yields on the 91 days T-bill and the 182 days T-bill fell by 0.0235% from 11.4189% to 11.3954% and 0.0865% from 13.0865% to 13.0000% respectively whilst the 364 days T-bill was steady at 14.0000%.



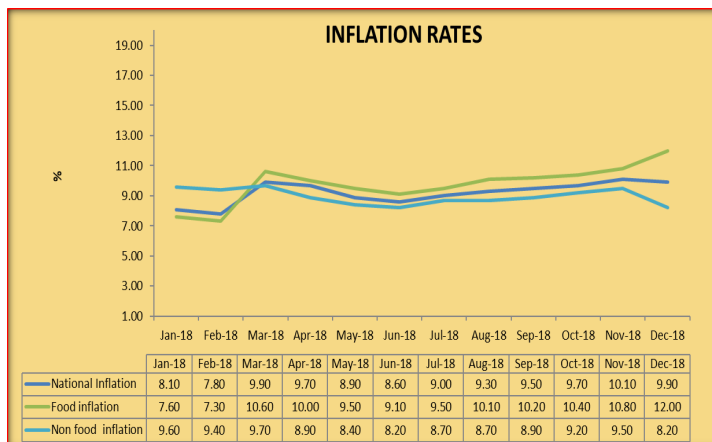
Exchange Rates

The Kwacha marginally depreciated against the United States Dollar in the period under review. Gross official reserves inched upwards from at 3.02 months worth of import cover on 30 November 2018 to 3.61 months worth of import cover on 31 December 2018.



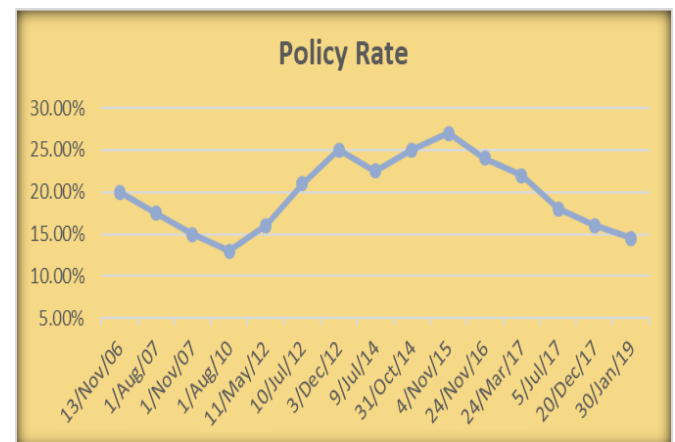
Inflation Rates

Headline inflation eased by 0.2 percentage points from 10.10% in November, 2018 to 9.9% in December, 2018.



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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