

MONTHLY MARKET REPORT

FEBRUARY 2020



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MALAWI STOCK EXCHANGE

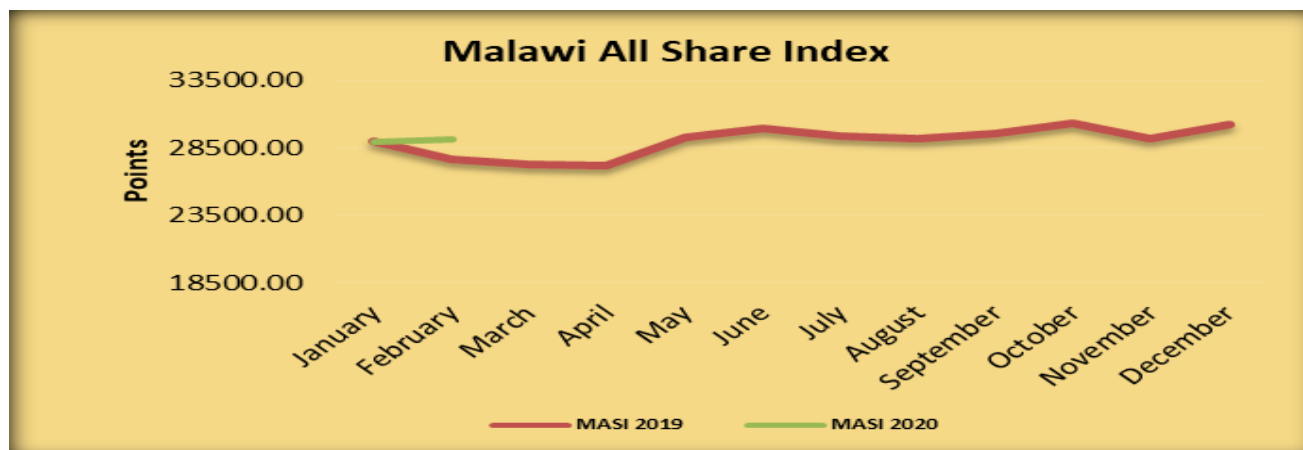
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1. TRADING SUMMARY

The market was marginally bullish in the month of February as it registered a month-on-month return on index of **0.64%** (0.64% in US\$ terms), **5.33%** on a year-on-year basis. The market also officially listed Airtel Malawi plc whose share price inched upwards by 39.56% on first day of trading. The market however, registered a decrease in both total volume of shares and total value traded in the month under review. There were no trades on the listed debt securities.

Index Levels and Return – February 2020

INDEX	FEBRUARY 2020	JANUARY 2020	% Monthly Δ 2020	% Monthly Δ 2019	% Δ YTD. 2020
MASI	29162.28	28976.30	0.64 ▲	-3.89	-3.60
DSI	23506.15	22903.36	2.63 ▲	-1.56	-0.40
FSI	3046.35	3529.41	-13.69	-14.12	-24.65



	February 2020	January 2020	Monthly % Δ	February 2019	Y-O-Y %Δ
Traded Value (MK)	421,390,547.14	610,173,294.20	-30.94	6,984,580,856.32	-93.97
Traded Value (US\$)	572,007.77	828,301.20	-30.94	9,561,249.27	-94.02
Traded Vol. Shares	14,722,356	19,417,258	-24.18	165,978,557	-91.13
No. of Transactions	268	214	25.23 ▲	257	4.28 ▲
Index Close (MASI)	29162.28	28976.30	0.64 ▲	27687.33	5.33 ▲
Listed Debt Securities	13	13		09	
Traded Debt Securities	00	00		00	
Listed companies	15	14		14	
Traded Companies	14	14		14	
Not Traded Companies	01	00		00	
Gainers	06	03		02	
Decliners	03	05		07	
Unchanged	05	06		05	

2. MARKET PERFORMANCE

A. Trade Performance Analysis

The market transacted a total of 14,722,356 shares at a total consideration of MK421,390,547.14 (US\$572,007.77) in 268 trades. In the previous month, January 2020, the market transacted a total of 19,417,258 shares at a total consideration of MK610,173,294.20 (US\$828,301.20) in 214 trades. This reflects a **-24.18%** decrease in terms of share volume traded and a **-30.94%** (-30.94% in US Dollar terms) decrease in share value traded.

Daily average share trades exhibited similar trends where the market registered an average daily volume of 701,065 shares compared to 924,631 shares traded in January 2020, reflecting a decreased of **-24.18%**.

The average daily turnover for February 2020 was MK20,066,216.53 (US\$27,238.47) compared to MK29,055,871.15 (US\$39,442.91) in January 2020, reflecting a decrease of **-30.94%** (-30.94% 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 28976.30 points registered in January 2020 to 29162.28 points registered in February 2020, giving a month-on-month return on index of **0.64%** (0.64% in US\$ terms). The price gains registered by AIRTEL (38.85%), NITL(12.36%), SUNBIRD(1.69%), NBS(0.50%), MPICO(0.36%) and NBM (0.004%) were enough to offset share price losses registered by ILLOVO(-20.71%) FMBCH(-15.00%) and TNM(-0.23%) resulting into an upward movement of the Malawi All Share Index. The Domestic and Foreign Share Indices closed at 23506.15 and 3046.35 points respectively.

Market capitalization increased in both Malawi Kwacha and United States Dollar terms from MK1,368,393.31 million (US\$1,857.57 million) in January 2020 to MK1,519,742.06 million (US\$2,062.89 million) in February 2020.

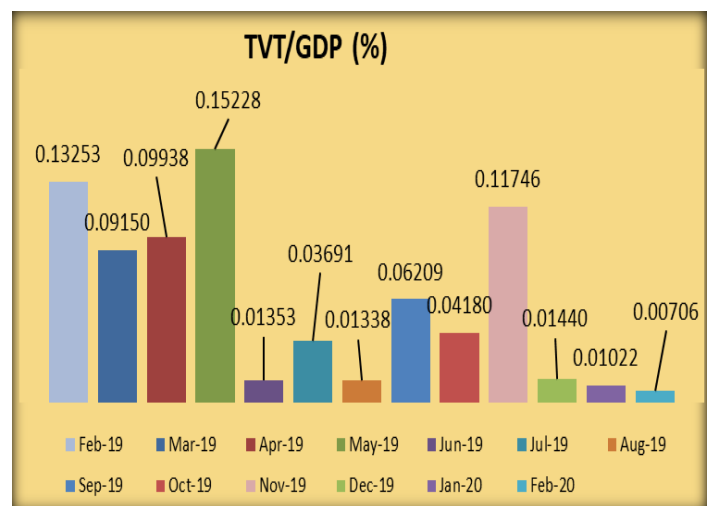
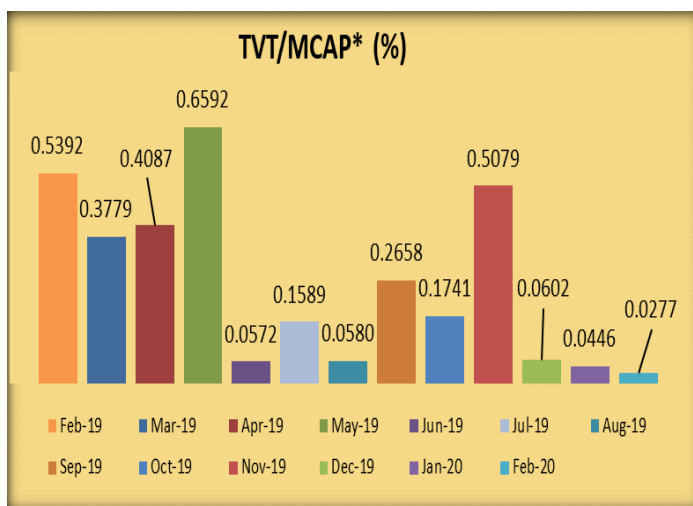
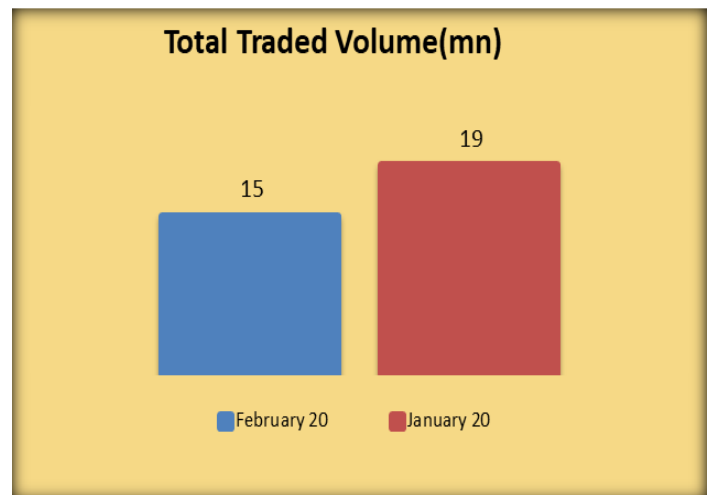
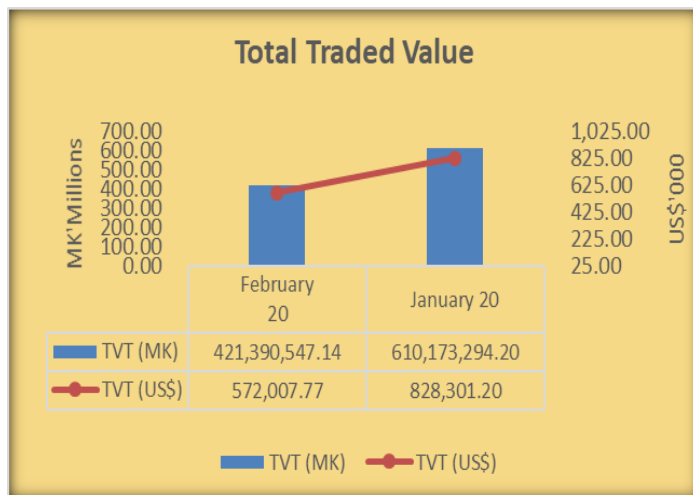
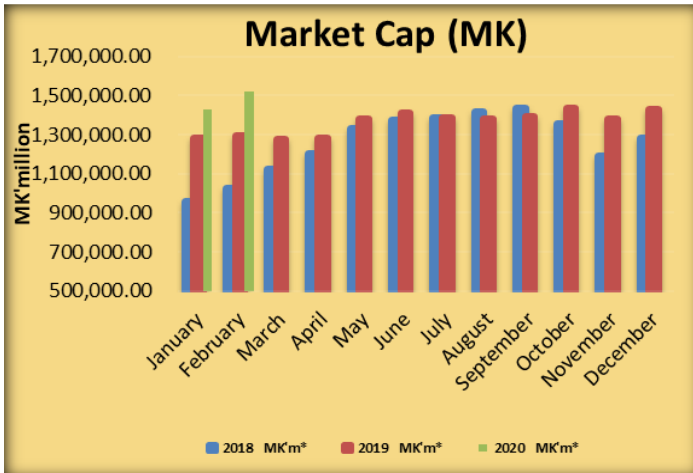
C. Market Liquidity

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 2020 was recorded at 0.03%, lower than 0.04% registered in January 2020. The ratio of Total Value of Trades to Gross Domestic Product (**TVT/GDP**) recorded a liquidity level of 0.007% in February 2020 while during the previous month, January 2020, liquidity was at 0.01%. Market capitalization as a percentage of GDP was at 25.46% in February 2020 and 22.92 in January 2020.

2. MARKET PERFORMANCE



MALAWI STOCK EXCHANGE



3. COMPANY TRADING PERFORMANCE

A. Top gainers: Six counters registered capital gains

MSE CODE	ISIN	COUNTER NAME	% GAIN
AIRTEL	MWAIRT001156	Airtel Malawi plc	38.85 ▲
NITL	MWNITL010091	National Investments Trust plc	12.36 ▲
SUNBIRD	MWSTL0010085	Sunbird tourism plc	1.69 ▲
NBS	MWNBS0010101	NBS Bank plc	0.50 ▲
MPICO	MWMPI0010116	MPICO plc	0.36 ▲

B. Top Losers: Three counters registered capital losses

MSE CODE	ISIN	COUNTER NAME	% LOSS
ILLOVO	MWILLV010032	Illovo Sugar Malawi plc	-20.71
FMBCH	MWFMB00101138	FMB Capital Holdings plc	-15.00
TNM	MWTNM0010126	Telekom Networks Malawi plc	-0.23

C. Volume Leaders

MSE CODE	ISIN	COUNTER NAME	SHARES	% of Total
NBS	MWNBS0010101	NBS Bank plc	4,567,818	31.03
TNM	MWTNM0010126	Telekom Networks Malawi plc	2,863,566	19.45
MPICO	MWMPI0010116	MPICO plc	2,548,429	17.31
ICON	MWICON001146	ICON Properties plc	1,696,740	11.52
AIRTEL	MWAIRT001156	Airtel Malawi plc	1,288,444	8.75

D. Value Leaders

MSE CODE	ISIN	COUNTER NAME	VALUE	% of Total
NITL	MWNITL010091	National Investments Trust plc	109,154,410.00	25.90
NBS	MWNBS0010101	NBS Bank plc	73,079,930.43	17.34
TNM	MWTNM0010126	Telekom Networks Malawi plc	63,274,561.00	15.02
MPICO	MWMPI0010116	MPICO plc	57,057,298.50	13.54
NBM	MWNBM0010074	National Bank of Malawi plc	29,374,441.49	6.97

3. COMPANY TRADING PERFORMANCE




MALAWI STOCK EXCHANGE

Symbol	Open	High	Low	Close	% Δ	Volume	Value	Trades Count	Market Capitalization
AIRTEL	12.69	17.99	12.69	17.62	38.85%	1,288,444	22,813,634.88	16	193,820,000,000.00
BHL	12.94	12.94	12.94	12.94	0.00%	500	6,470.00	1	10,866,374,122.70
FMBCH	65.00	65.00	55.25	55.25	-15.00%	15,000	828,750.00	1	135,818,312,500.00
ICON	10.49	10.49	10.48	10.49	0.00%	1,696,740	17,796,952.34	22	70,073,200,000.00
ILLOVO	140.00	140.00	111.00	111.00	-20.71%	11,300	1,548,005.00	4	79,192,327,401.00
MPICO	22.00	22.50	20.00	22.08	0.36%	2,548,429	57,057,298.50	34	50,740,887,916.80
NBM	525.00	525.02	525.00	525.02	0.00%	55,950	29,374,441.49	23	245,148,501,084.76
NBS	15.92	16.00	15.90	16.00	0.50%	4,567,818	73,079,930.43	64	46,569,173,696.00
NICO	48.50	48.50	48.50	48.50	0.00%	233,531	11,326,253.50	11	50,587,493,156.00
NITL	80.00	90.00	80.00	89.89	12.36%	1,226,070	109,154,410.00	13	12,135,150,000.00
OMU	2,499.99	2,499.99	2,499.99	2,499.99	0.00%	0	0.00	0	32,342,900,627.88
PCL	1,400.00	1,400.00	1,400.00	1,400.00	0.00%	3,000	4,200,000.00	4	168,358,148,000.00
STANDARD	730.00	730.00	730.00	730.00	0.00%	9,008	6,575,840.00	7	171,307,758,260.00
SUNBIRD	118.00	120.00	118.00	120.00	1.69%	203,000	24,354,000.00	7	31,389,909,600.00
TNM	22.10	22.10	22.05	22.05	-0.23%	2,863,566	63,274,561.00	61	221,391,922,500.00
Total						14,722,356	421,390,547.14	268	1,519,742,058,865.14

4. BOND TRADING SUMMARY

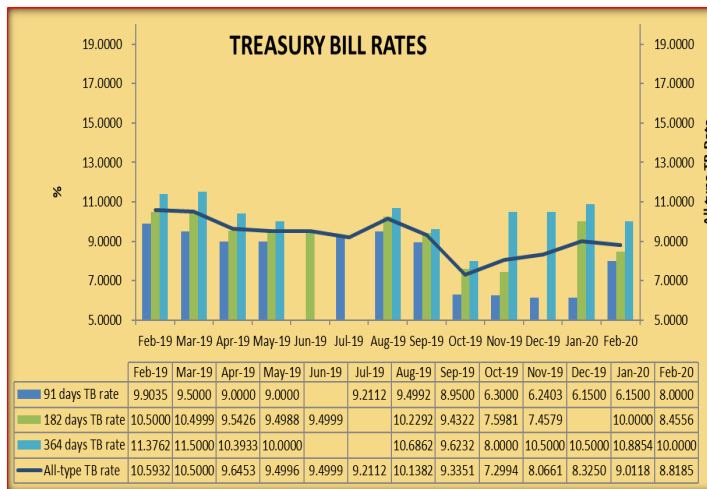
There were no trades on the listed debt securities.

Symbol	Open	High	Low	Close	% Δ	Volume	Value	Trades Count	Nominal Value
NFBN01210621	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	1,000,000,000.00
NFBN02280621	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	3,000,000,000.00
NFBN03020721	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	50,000,000.00
NFBN04230522	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	6,000,000,000.00
NFBN05310321	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	2,350,767,576.00
TN02YR040920	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	64,659,680,000.00
TN02YR310121	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	23,791,253,000.00
TN03YR111021	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	13,776,000,000.00
TN03YR220221	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	3,000,000,000.00
TN03YR270622	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	37,867,549,000.00
TN03YR270821	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	22,570,008,000.00
TN05YR221123	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	39,105,000,000.00
TN07YR271225	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	48,087,041,000.00
Total						 0	0.0000	0	265,257,298,576.00

5. ECONOMIC REVIEW

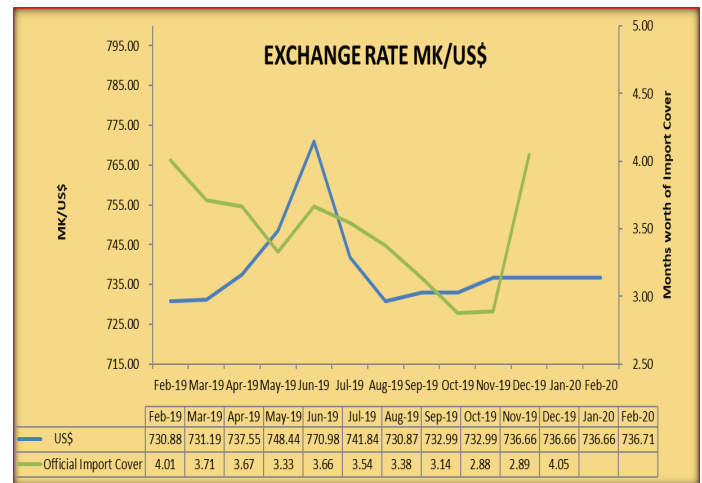
Interest Rates

During the period under review, the yield on the 91 days T-bill inched upwards from 6.15000% to 8.0000% whilst yields for the 182 days T-bill and the 364 days T-bill fell from 10.0000% to 8.4556% and from 10.8854% to 10.0000% respectively.



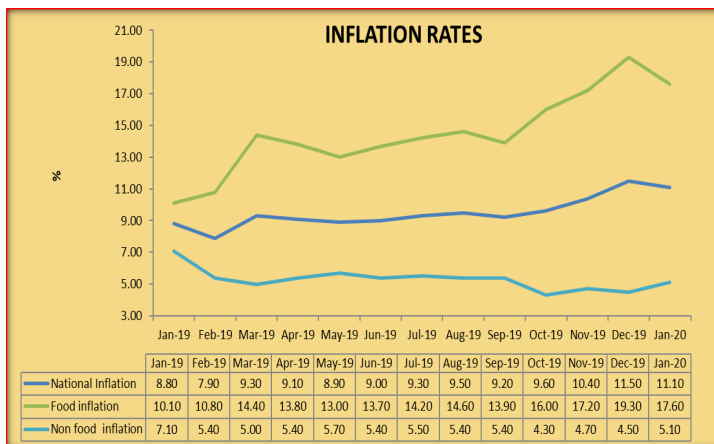
Exchange Rates

The Kwacha marginally depreciated by 0.01% against the United States Dollar in the period under review. Gross official reserves were at 4.05 months worth of import cover on 31 December 2019.



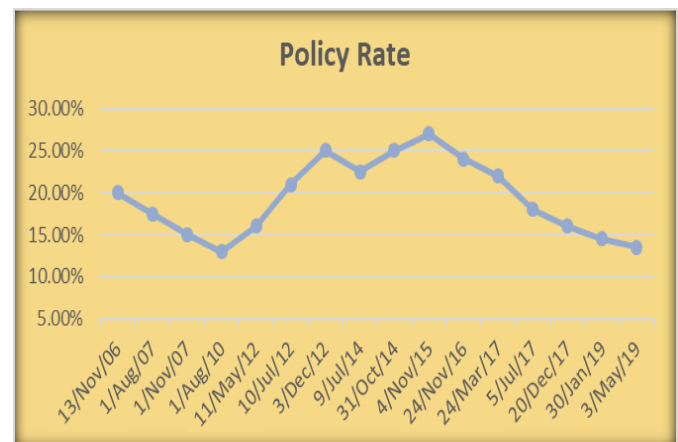
Inflation Rates

Headline inflation eased by 0.4 percentage points from 11.50% in December, 2019 to 11.10% in January, 2020.



Monetary Policy Rate

The Monetary Policy Committee at its meeting held on 29 and 30 January 2020 maintained the policy rate at 13.5%.



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