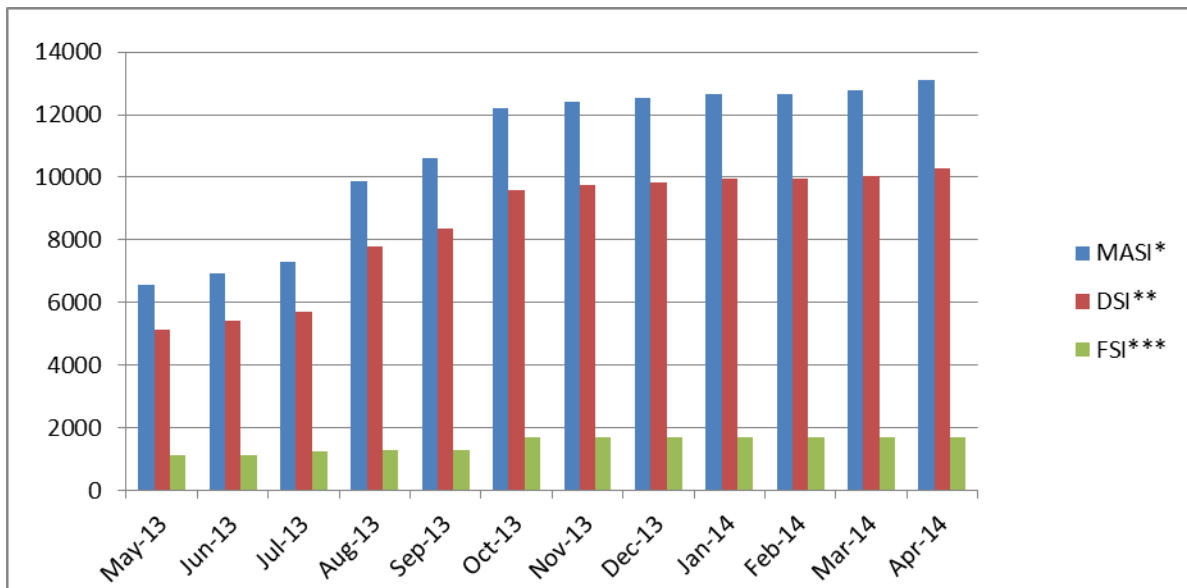




MALAWI STOCK EXCHANGE

## MONTHLY MARKET REPORT

APRIL 2014



**MALAWI STOCK EXCHANGE**

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# MALAWI STOCK EXCHANGE LIMITED

## MONTHLY MARKET PERFORMANCE REPORT FOR APRIL 2014

### 1.0 TRADING SUMMARY

The Market registered a positive monthly return on index of 2.38%(5.53% in US Dollar terms) to close the month of April at 13087.48 points compared to 12782.98 in March 2014 and an increase in both traded value and volume.

#### Index Levels and Return – APRIL 2014

INDEX	Jan. 2014	Mar. 2014	Apr. 2014	Monthly % Δ	YTD % Δ
<b>MASI</b>	12531.04	12782.98	13087.48	2.38 ▲	4.44 ▲
<b>DSI</b>	9850.19	10050.98	10293.23	2.41 ▲	4.50 ▲
<b>FSI</b>	1709.34	1709.34	1709.34	0.00 ■	0.00 ■

#### Trading Statistics – APRIL 2014

	APRIL 2014		MARCH 2014	% Δ
Traded Value (MK)	722,918,791.54		190,333,504.69	279.82▲
Traded Value (US\$)	1,785,577.45		460,601.45	287.66▲
Traded Vol. Shares	35,558,864		18,292,706	94.39 ▲
No. of Transactions	141		109	29.36 ▲
Index Close (MASI)	13087.48		12782.98	2.38 ▲
Index Close (DSI)	10293.23		10050.98	2.41 ▲
Listed companies	14		14	
Traded Companies	13		13	
Not Traded Companies	01		01	
<b>Gainers</b>	<b>05</b>		<b>06</b>	
<b>Decliners</b>	<b>00</b>		<b>01</b>	
Unchanged	08		06	

### 2.0 MARKET PERFORMANCE

#### 2.1 Trade Performance Analysis

A total of 35,558,864 [72,164,760, Apr. 2013] shares were transacted in the month of April 2014 at a total consideration of MK722,918,791.54(US\$1,785,577.45) [MK203,970,433.90(US\$1,228,318.11), Apr. 2013] in 141 trades. In the previous month, March 2014, the market transacted a total of 18,292,706 shares at a total consideration of

MK190,333,504.69(US\$460,601.45) in 109 trades. This reflects a 94.39% increase in terms of share volume and 279.82% increase (287.66% in US Dollar terms) in share value.

The market registered an average daily volume of 1,693,279 shares in April 2014 compared to 871,081 shares in March 2014.

The average daily turnover for April 2014 was MK34,424,704.36 (US\$85,027.50) compared to MK9,063,500.22 (US\$21,933.40) for the previous month, reflecting an increase of 279.82% (287.66% in US Dollar terms).

**TABLE 1: TRADING SUMMARY FOR APRIL 2014**

DATE	VOLUME	VALUE (MWK)	VALUE (US\$)
March	18,292,706	190,333,504.69	460,601.45
April	35,558,864	722,918,791.54	1,785,577.45
% CHANGE	94.39 ▲	279.82 ▲	287.66 ▲

## 2.2 Market Capitalisation and Index

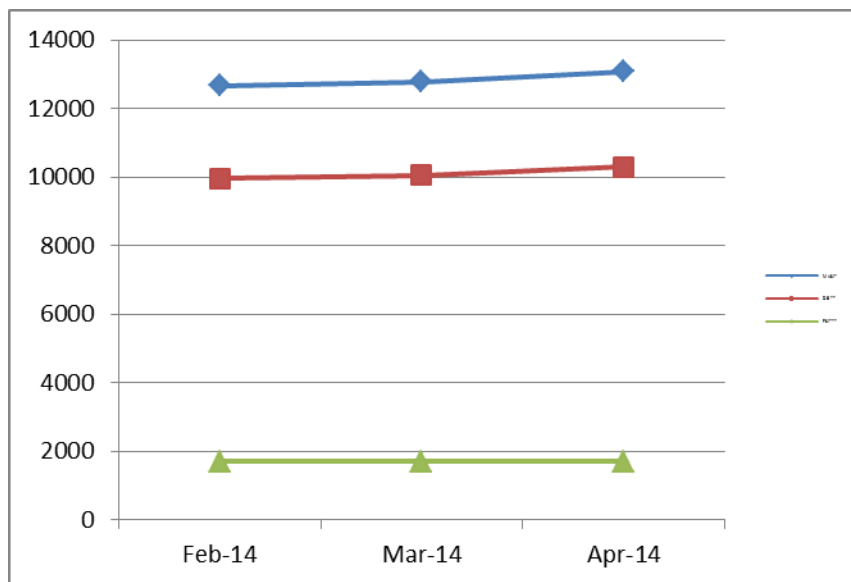
The market registered a positive return on index as reflected in the upward movement of the Malawi All Share Index (MASI) from 12782.98 points registered on 31st March 2014 to 13087.48 points registered on 30<sup>th</sup> April 2014, giving a monthly return on index of 2.38%, (5.53% in US\$ terms). The price gains registered by five counters, National Bank of Malawi, National Investment Trust Ltd, Press Corporation Ltd, Sunbird Tourism Ltd and TNM were the major drivers resulting into an increase in the Domestic Share Index by 2.41% from 10050.98 points to 10293.23 points (5.56% in US\$ terms). The Foreign Share Index was steady at 1709.34 points.

**Table 2: Market Capitalization and Index – April 2014**

Month Ending	Mkt. Cap. MKm.	Mkt. Cap US\$m	Mkt. Cap. MKm*	Mkt. Cap US\$m*	MASI
March	7,191,925.47	17,544.6622	537,781.76	1,311.9156	12782.98
April	7,204,735.72	18,115.8378	550,592.01	1,384.4277	13087.48

\* Excludes non-Malawi register Old Mutual plc shares

**FIG 1: MSE INDICES – April 2014**



### 2.3 Market Liquidity

The turnover velocity measured by the ratio of Total Value of Trades to Market Capitalisation (**TVT/MCAP\***) in April was recorded at 0.13% compared to 0.04% registered in the previous month. The ratio of Total Value of Trades to Gross Domestic Product (**TVT/GDP**) recorded a liquidity level of 0.03% for April 2014 compared to 0.01% in March 2014.

**Table 3: Market Liquidity – April 2014**

MONTH Ended	Mkt. Cap/GDP %	Mkt. Cap/GDP* %	TVT/GDP %	TVT/Mkt. Cap* %	Shares Traded/Shares In Issue* %
March	313.39	23.434	0.00829	0.0354	0.103990
April	313.95	23.992	0.03150	0.1313	0.202145

\* Excludes non-Malawi register Old Mutual plc shares

## 2.4 Company Trading Performance

### Top Gainers

MSE CODE	COUNTER NAME	% GAIN
TNM	TNM	33.33
SUNBIRD	Sunbird Tourism Ltd	6.34
NITL	National Investment Trust Ltd	5.13
NBM	National Bank of Malawi	3.63
PCL	Press Corporation Ltd	1.97

Five counters registered a capital gain in April 2014.

### Top Five Traded Stocks by Volume- April 2014

MSE CODE	COUNTER NAME	SHARES	% OF TOTAL
TNM	TNM	30,250,299	85.07
ILLOVO	Illovo Sugar Malawi	1,603,343	4.51
NBS	NBS Bank	1,364,859	3.84
MPICO	MPICO Ltd	1,075,941	3.03
FMB	FMB Bank	391,135	1.10

### Top Five Traded Stocks by Value- April 2014

MSE CODE	COUNTER NAME	MK	% OF TOTAL
ILLOVO	Illovo Sugar Malawi	468,176,156.00	64.76
TNM	TNM	95,073,794.03	13.15
STANDARD BANK	Standard Bank Malawi	57,108,705.00	7.90
NBM	National Bank of Malawi	35,615,994.70	4.93
NBS	NBS Bank	21,837,744.00	3.02

## Company Trading Statistics- April 2014

Company	Opening Price	Closing Price	% Price Change	Share Vol. Traded	Value Traded MK
BHL	800	800	0.00%	-	-
FMB	1500	1500	0.00%	391,135	6,519,311.35
ILLOVO	29200	29200	0.00%	1,603,343	468,176,156.00
MPICO	200	200	0.00%	1,075,941	2,151,882.00
NBM	22000	22799	3.63%	159,774	35,615,994.70
NBS	1600	1600	0.00%	1,364,859	21,837,744.00
NICO	1841	1841	0.00%	108,576	1,998,884.16
NITL	3000	3154	5.13%	284,453	8,933,409.50
PCL	30500	31100	1.97%	30,242	9,384,563.30
REAL	115	115	0.00%	22,450	25,817.50
STANDARD BANK	39500	39500	0.00%	144,579	57,108,705.00
SUNBIRD	710	755	6.34%	112,000	842,850.00
TNM	240	320	33.33%	30,250,299	95,073,794.03
OML	136000	136000	0.00%	11,213	15,249,680.00
				<b>35,558,864</b>	<b>722,918,791.54</b>

### 3.0 ECONOMIC POSITION

- 3.1 The Malawi Kwacha gained against all major trading currencies between 31<sup>st</sup> March 2014 and 30<sup>th</sup> April, 2014 as shown in Table 2 below;

**TABLE 2: MONTHLY EXCHANGE RATES: Mar. 2014-Apr. 2014**

CURRENCY	END MAR' 2014	END APR' 2014	% CHANGE
MK/US Dollar	409.9210	397.7037	3.07
MK/GBP	681.0273	666.0651	2.25
MK/ZAR	39.6105	37.0576	6.89
MK/EUR	565.6577	541.9576	4.37

Source: National Bank of Malawi.

- 3.2 The inflation for March 2014 stood at 24.0% down by 0.6% from the February figure of 24.6% on account of a decrease in both food and non-food inflation from 20.4% to 19.6% and from 29.3% to 28.9% respectively.

The urban and rural inflation rates for the month of March 2014 were 34.3% and 19.2% respectively.

### Key Economic Indicators- April 2014

	Apr. 2013	Mar. 2014	Apr. 2014
Inflation Rate	35.8	24.0	24.0(Mar)
RBM Bank Rate	25.0	25.0	25.0
Prime Rate	40.0	36.0	36.0
91 Days T-Bill	35.02	11.71	18.35
182 Days T-Bill	39.72	13.22	25.28
364 Days T-Bill	0.00	17.99	24.99
Import Cover(Months)	1.10(Apr 26)	2.54	2.34

Source: Reserve Bank of Malawi, National Bank of Malawi and National Statistical Office

The 91 days, 182 days and 364 days treasury bills increased by 56.84%, 91.08% and 38.83% respectively between March 2014 and April 2014.

Import cover fell by 6.30% from 2.54 months in March 2014 to 2.38 months in April 2014 because of depletion of reserves from US\$480.0 million on 26<sup>th</sup> March 2014 to US\$454.0 million on 30<sup>th</sup> April 2014 and an increase in the monthly foreign exchange requirement from 188.9 million to 191.0 million