



**MALAWI STOCK EXCHANGE**

# **MONTHLY MARKET REPORT**

## **FEBRUARY 2013**

**MALAWI STOCK EXCHANGE**

**OLD RESERVE BANK BUILDING, VICTORIA AVENUE  
PRIVATE BAG 270  
BLANTYRE**

**TEL. (265) 01 824 233**

**FAX. (265) 01 823 636**

**E-mail. [mse@mse-mw.com](mailto:mse@mse-mw.com)**

**WEBSITE. [www.mse.co.mw](http://www.mse.co.mw)**

# MALAWI STOCK EXCHANGE LIMITED

## MONTHLY MARKET PERFORMANCE REPORT FOR FEBRUARY 2013

### 1.0 TRADING SUMMARY

The Market recorded a positive return on index of **0.87%**. It however, recorded a decrease in total value traded and volume compared to the previous month. The Malawi All Share Index closed the month of February 2013 at 6076.41 points compared to 6023.94 points in January 2013.

#### Index Levels and Return – FEBRUARY 2013

INDEX	Feb. 2012	Jan. 2013	Feb. 2013	Monthly % $\Delta$	YTD % $\Delta$
<b>MASI</b>	5437.39	6023.94	6076.41	<b>0.87 <math>\blacktriangle</math></b>	<b>1.01 <math>\blacktriangle</math></b>
<b>DSI</b>	4291.63	4732.24	4763.98	<b>0.67 <math>\blacktriangle</math></b>	<b>0.81 <math>\blacktriangle</math></b>
<b>FSI</b>	546.74	854.67	967.79	<b>13.24 <math>\blacktriangle</math></b>	<b>13.24 <math>\blacktriangle</math></b>

#### Trading Statistics – FEBRUARY 2013

Traded Value (MK)	90,277,942.32		No. of Listed companies	14
Traded Value (US\$)	248,244.95		Traded Companies	11
Traded Vol. Shares	4,996,571		Not Traded Companies	3
No. of Transactions	51		<b>Gainers</b>	<b>4</b>
Index Close (MASI)	6076.41		<b>Decliners</b>	<b>2</b>
Index Close (DSI)	4763.98		Unchanged	8

### 2.0 MARKET PERFORMANCE

#### 2.1 Trade Performance Analysis

From 1<sup>st</sup> February to 28<sup>th</sup> February, 2013 a total of 4,996,571 [1,023,473 in Feb 2012] shares were transacted at a total consideration of MK90,277,942.32 (US\$248,244.95) [MK19,019,089.30(US\$113,376.39) in Feb 2012] in 51 trades. In the previous month, January 2013, the market transacted a total of 20,116,394 shares at a total consideration of MK167,718,107.40 (US\$477,645.62) in 68 trades. This reflects a **-75.16%** increase in terms of share volume and **-46.17%**(**-48.03%** in US Dollar terms) decrease in share value.

The market registered an average daily volume of 237,932 shares in February 2013 compared to 957,924 shares in January 2013.

The average daily turnover for February 2013 was MK4,298,949.63 (US\$11,821.19) compared to MK7,986,576.54 (US\$22,745.03) for the previous month, reflecting a decrease of **-46.17%** (**-48.03%** in US Dollar terms)

**TABLE 1: TRADING SUMMARY FOR JANUARY 2013 – FEBRUARY 2013**

DATE	VOLUME	VALUE (MWK)	VALUE (US\$)
January	20,116,394	167,718,107.40	477,645.62
February	4,996,571	90,277,942.32	248,244.95
<b>% CHANGE</b>	<b>75.16 ▼</b>	<b>46.17 ▼</b>	<b>48.03 ▼</b>

## 2.2 Market Capitalisation and Index

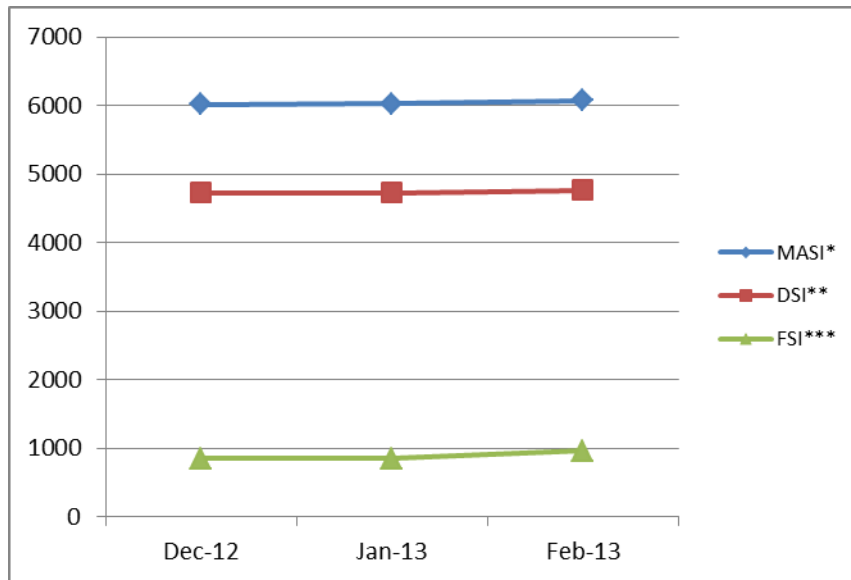
The market registered a positive return on index as reflected in the upward movement of the Malawi All Share Index (MASI) from 6023.94 points registered on 31<sup>st</sup> January 2013 to 6076.41 points registered on 28<sup>th</sup> February 2013, giving a return on index of 0.87%, (**-5.33%** in US\$ terms). The price gains registered by ILLOVO, National Bank of Malawi, STANDARD BANK and OML were enough to offset the share price losses registered by NITL and TNM resulting into an increase in both the Foreign Share Index and the Domestic Share Index by **13.24** points from 854.67 points to 967.79 points and by **0.67** points from 4732.24 points to 4763.98 points (**-5.52%** in US\$ terms) respectively.

**Table 2: Market Capitalization and Index – February 2013**

Month Ending	Mkt. Cap. MKm.	Mkt. Cap. US\$m	Mkt. Cap. MKm*	Mkt. Cap. US\$m*	MASI
January	3,562,623.42	9,951.4621	254,302.74	710.3429	6023.94
February	4,002,704.72	10,478.2846	256,518.07	671.5133	6076.41

\* Excludes non-Malawi register Old Mutual plc shares

**FIG 1: MSE INDICES – FEBRUARY 2013**



### 2.3 Market Liquidity

The turnover velocity measured by the ratio of Total Value of Trades to Market Capitalisation (**TVT/MCAP\***) in February was recorded at 0.04% compared to 0.07% registered in the previous month. The ratio of Total Value of Trades to Gross Domestic Product (**TVT/GDP**) recorded a liquidity level same as that of the previous month of 0.01%.

**Table 3: Market Liquidity – February 2013**

MONTH Ended	Mkt. Cap/GDP %	Mkt. Cap/GDP* %	TVT/GDP %	TVT/Mkt. Cap* %	Shares Traded/Shares In Issue* %
January	279.82	19.974	0.01317	0.0660	0.114354
February	314.38	20.148	0.00709	0.0352	0.028404

\* Excludes non-Malawi register Old Mutual plc shares

## 2.4 Company Trading Performance

### Top Gainers

MSE CODE	COUNTER NAME	% GAIN
OML	Old Mutual plc	13.24
STANDARD BANK	Standard Bank	7.39
NBM	National Bank of Malawi	2.51
ILLOVO	Illovo Sugar Mw	0.35

Four counters registered a capital gain in February 2013.

### Top Decliners

MSE CODE	COUNTER NAME	% LOSS
TNM	TNM	-10.77
NITL	National Investment Trust Ltd	-2.94

Two counters registered a capital loss in February 2013.

### Top Four Traded Stocks by Volume- February 2013

MSE CODE	COUNTER NAME	SHARES	% OF TOTAL
TNM	TNM	2,959,418	59.23
NITL	National Investment Trust Ltd	1,196,800	23.95
NBS	NBS Bank	406,651	8.14
PCL	Press Corporation Ltd	200,000	4.00

### Top Four Traded Stocks by Value- February 2013

MSE CODE	COUNTER NAME	MK	% OF TOTAL
PCL	Press Corporation Ltd	37,600,000.00	41.65
NITL	National Investment Trust Ltd	19,747,200.00	21.87
ILLOVO	Illovo Sugar Mw	16,963,100.00	18.79
NBM	National Bank of Malawi	5,926,456.00	6.56

## Company Trading Statistics- February 2013

Company	Opening Price	Closing Price	% Price Change	Share Vol. Traded	Value Traded MK
BHL	700	700	0.00	689	4,823.00
FMB	850	850	0.00	10,000	85,000.00
ILLOVO	15346	15400	0.35	110,150	16,963,100.00
MPICO	220	220	0.00	-	-
NBM	6048	6200	2.51	95,588	5,926,456.00
NBS	900	900	0.00	406,651	3,659,859.00
NICO	1430	1430	0.00	679	9,709.70
NITL	1700	1650	-2.94	1,196,800	19,747,200.00
PCL	18800	18800	0.00	200,000	37,600,000.00
REAL	120	120	0.00	-	-
STANDARD BANK	13036	14000	7.39	15,634	2,125,486.50
SUNBIRD	650	650	0.00	-	-
TNM	130	116	-10.77	2,959,418	3,433,908.12
OML	68000	77000	13.24	962	722,400.00
				<b>4,996,571</b>	<b>90,277,942.32</b>

### 3.0 ECONOMIC POSITION

- 3.1 The Malawi Kwacha moved during period from 31<sup>st</sup> January 2012 to 28<sup>th</sup> February 2013 as follows: -

**TABLE 2: MONTHLY EXCHANGE RATES: JAN 2013-FEB 2013**

CURRENCY	END JAN' 2013	END FEB' 2013	% CHANGE*
MK/US Dollar	358.0000	382.0000	-6.28
MK/GBP	580.7023	598.4115	-2.96
MK/ZAR	43.2198	46.4889	-7.03
MK/EUR	505.1004	525.4123	-3.87

Source: National Bank of Malawi; \*Used the reciprocal method to calculate % change

- 3.2 The year on year headline inflation stood at 34.6 % in December 2012. The urban and rural inflation rates for the month of December 2012 were 39.8% and 31.4% respectively.

### Key Economic Indicators- February 2013

	Feb. 2012	Jan. 2013	Feb. 2013
Inflation Rate	10.9	34.6(Dec)	34.6(Dec)
RBM Bank Rate	13.0	25.0	25.0
Prime Rate	17.75	35.0	35.0
91 Days T-Bill	0.00	27.99	32.45
182 Days T-Bill	0.00	29.84	36.56
364 Days T-Bill	0.00	33.00	37.30
Import Cover(Months)	1.4	0.89	0.96(15 Feb)

Source: Reserve Bank of Malawi and National Statistical Office