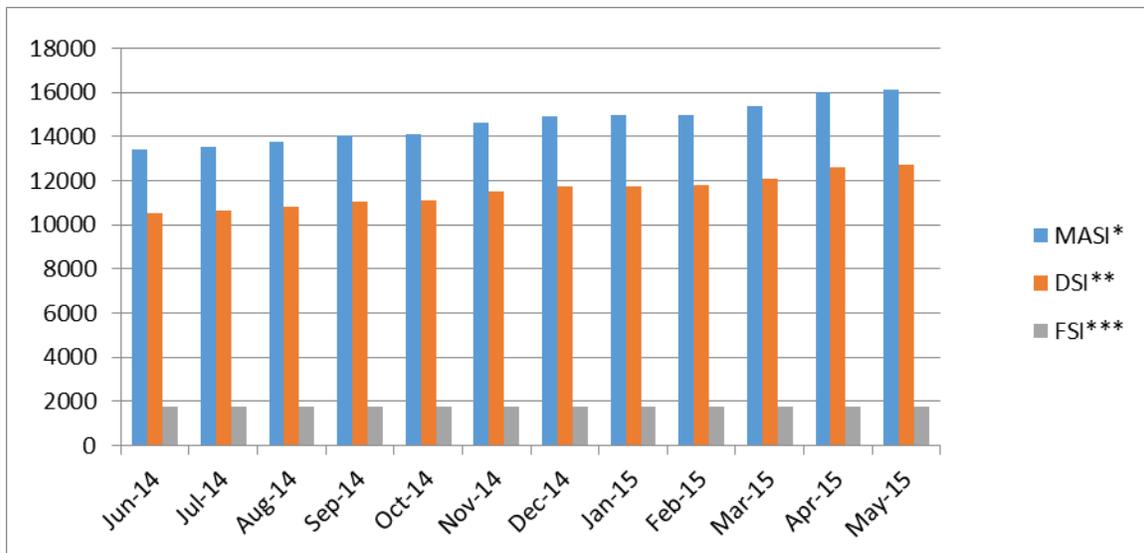




MALAWI STOCK EXCHANGE

## MONTHLY MARKET REPORT

MAY 2015



**MALAWI STOCK EXCHANGE**

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# MALAWI STOCK EXCHANGE LIMITED

## MONTHLY MARKET PERFORMANCE REPORT FOR MAY 2015

### 1.0 TRADING SUMMARY

The Market was marginally bullish in the month of May, 2015 with the index gaining **0.73%** (**1.28%** in US\$ terms) though lower compared to a monthly return on index of **4.30%** (**4.17%**) registered in April 2015.

There were no trades on the three government bonds whilst Equity trading decreased in both traded value and volume.

#### Index Levels and Return – MAY 2015

INDEX	Jan. 2015	Apr. 2015	May 2015	Monthly % Δ	YTD % Δ
<b>MASI</b>	14886.12	16024.62	16141.51	<b>0.73 ▲</b>	<b>8.43 ▲</b>
<b>DSI</b>	11720.43	12625.84	12718.82	<b>0.74 ▲</b>	<b>8.51 ▲</b>
<b>FSI</b>	1759.61	1762.13	1762.13	<b>0.00 ■</b>	<b>0.14 ▲</b>

#### Trading Statistics – MAY 2015

	MAY 2015	APRIL 2015	% Δ
Traded Value (MK)	906,650,079.35	31,210,863,821.43	<b>97.10 ▼</b>
Traded Value (US\$)	2,064,734.43	70,878,247.78	<b>97.09 ▼</b>
Traded Vol. Shares	79,174,433	1,606,464,275	<b>95.07 ▼</b>
No. of Transactions	121	136	<b>11.03 ▼</b>
Index Close (MASI)	16141.51	16024.62	<b>0.73 ▲</b>
Index Close (DSI)	12718.82	12625.84	<b>0.74 ▲</b>
Listed companies	14	14	
Traded Companies	13	13	
Not Traded Companies	01	01	
<b>Gainers</b>	<b>04</b>	<b>06</b>	
<b>Decliners</b>	<b>01</b>	<b>00</b>	
Unchanged	08	07	

### 2.0 MARKET PERFORMANCE

#### 2.1 Trade Performance Analysis

A total of 79,174,433 [1,494,922,408, May 2014] shares were transacted in the month of May 2015 at a total consideration of MK906,650,079.35(US\$2,064,734.43)[MK4,906,161,765.51(US\$12,366,167.04), May 2014] in 121 trades. In the previous month, April 2015, the market

transacted a total of 1,606,464,275 shares at a total consideration of MK31,210,863,821.43(US\$70,878,247.78) in 136 trades. This reflects a **95.07%** decrease in terms of share volume and **97.10%** decrease (**97.09%** in US Dollar terms) in share value.

The market registered an average daily volume of 3,770,211 shares in May 2015 compared to 76,498,299 shares in April 2015.

The average daily turnover for May 2015 was MK43,173,813.30 (US\$98,320.69) compared to MK1,486,231,610.54 (US\$3,375,154.66) for the previous month, reflecting a decrease of **97.10%** (**97.09%** in US Dollar terms).

**TABLE 1: TRADING SUMMARY FOR MAY 2015**

DATE	VOLUME	VALUE (MWK)	VALUE (US\$)
April	1,606,464,275	31,210,863,821.43	70,878,247.78
May	79,174,433	906,650,079.35	2,064,734.43
<b>% CHANGE</b>	<b>95.07 ▼</b>	<b>97.10 ▼</b>	<b>97.09 ▼</b>

## 2.2 Market Capitalisation and Index

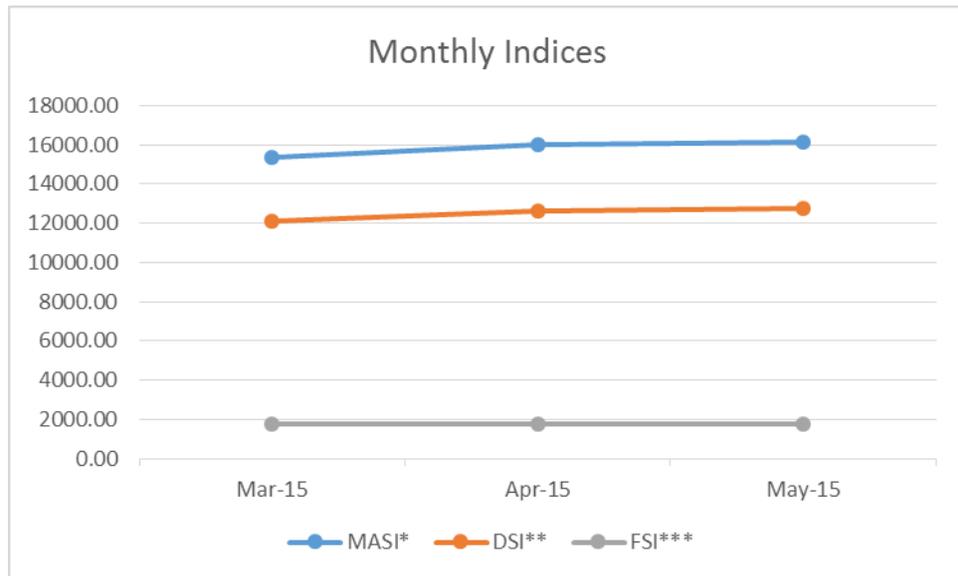
The market registered a positive return on index as reflected in the upward movement of the Malawi All Share Index (MASI) from 16024.62 points registered on 30<sup>th</sup> April 2015 to 16141.51 points registered on 31<sup>st</sup> May 2015, giving a monthly return on index of **0.73%**, (**1.28%** in US\$ terms). The price gains registered by four counters, MPICO, National Investment Trust Ltd, Press Corporation Ltd, and SUNBIRD were enough to offset a share price loss registered by TNM resulting into an increase in the Domestic Share Index by **0.74%** from 12625.84 points to 12718.82 points (**1.29%** in US\$ terms). The Foreign Share Index was steady at 1762.13 points.

**Table 2: Market Capitalization and Index – May 2015**

Month Ending	Mkt. Cap. MKm.	Mkt. Cap US\$m	Mkt. Cap. MKm*	Mkt. Cap US\$m*	MASI
April	7,557,116.24	17,141.9231	684,575.16	1,552.8324	16024.62
May	7,589,570.41	17,309.6507	689,568.73	1,572.7101	16141.51

\* Excludes non-Malawi register Old Mutual plc shares

**FIG 1: MSE INDICES – May 2015**



### 2.3 Market Liquidity

The turnover velocity measured by the ratio of Total Value of Trades to Market Capitalisation (**TVT/MCAP\***) in May was recorded at 0.13% compared to 4.56% 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 May 2015 compared to 1.10% in April 2015.

**Table 3: Market Liquidity – May 2015**

MONTH Ended	Mkt. Cap/GDP %	Mkt. Cap/GDP* %	TVT/GDP %	TVT/Mkt. Cap* %	Shares Traded/Shares In Issue* %
April	266.21	24.115	1.09944	4.5592	9.121371
May	267.35	24.291	0.03194	0.1315	0.449546

\* Excludes non-Malawi register Old Mutual plc shares

## 2.4 Company Trading Performance

### Top Gainers

MSE CODE	COUNTER NAME	% GAIN
MPICO	MPICO Limited	32.24
PCL	Press Corporation Ltd	5.86
NITL	National Investment Trust Ltd	3.41
SUNBIRD	Sunbird Tourism Limited	2.84

Four counters registered capital gains in May 2015.

### Top Losers

MSE CODE	COUNTER NAME	% LOSS
TNM	TNM	0.65

One counter registered a capital loss in May 2015.

### Top Five Traded Stocks by Volume- May 2015

MSE CODE	COUNTER NAME	SHARES	% OF TOTAL
TNM	TNM	72,858,963	92.02
MPICO	MPICO Limited	2,084,934	2.63
NITL	National Investment Trust Limited	1,321,818	1.67
NBS	NBS Bank	1,312,466	1.66
NICO	NICO Holdings Limited	666,333	0.84

### Top Five Traded Stocks by Value- May 2015

MSE CODE	COUNTER NAME	MK	% OF TOTAL
TNM	TNM	553,811,513.80	61.08
PCL	Press Corporation Limited	97,102,243.00	10.71
STANDARD BANK	Standard Bank	77,574,855.00	8.56
NITL	National Investment Trust Ltd	65,977,602.75	7.28
NBS	NBS Bank	40,675,146.00	4.49

## Company Trading Statistics- May 2015

Company	Opening Price	Closing Price	% Price Change	Share Vol. Traded	Value Traded MK
BHL	810	810	0.00%	-	-
FMB	1900	1900	0.00%	180,000	3,420,000.00
ILLOVO	29420	29420	0.00%	3,350	985,570.00
MPICO	490	648	32.24%	2,084,934	12,892,317.60
NBM	25100	25100	0.00%	106,575	26,750,325.00
NBS	3100	3100	0.00%	1,312,466	40,675,146.00
NICO	3000	3000	0.00%	666,333	19,989,990.00
NITL	4835	5000	3.41%	1,321,818	65,977,602.75
PCL	48220	51045	5.86%	195,955	97,102,243.00
REAL	230	230	0.00%	258,814	595,272.20
STANDARD BANK	43500	43500	0.00%	178,333	77,574,855.00
SUNBIRD	810	833	2.84%	2,000	16,660.00
TNM	765	760	-0.65%	72,858,963	553,811,513.80
OML	140200	140200	0.00%	4,892	6,858,584.00
				<b>79,174,433</b>	<b>906,650,079.35</b>

### 3.0 ECONOMIC POSITION

- 3.1 The Malawi Kwacha gained against most major trading currencies between 30<sup>th</sup> April 2015 and 31<sup>st</sup> May, 2015 as shown in Table 4 below;

**TABLE 4: MONTHLY EXCHANGE RATES: Apr. 2015-May 2015**

CURRENCY	END APR' 2015	END MAY' 2015	% CHANGE
MK/US Dollar	440.8558	438.4589	0.55%
MK/GBP	672.2294	664.3693	1.18%
MK/ZAR	37.2297	36.1096	3.10%
MK/EUR	487.1298	477.6290	1.99%

Source: National Bank of Malawi.

- 3.2 The inflation for April 2015 stood at 18.8% up by 0.6% from the March figure of 18.2% on account of an increase in both food and non-food inflation from 17.0% to 18.1% and from 19.3% to 19.5% respectively.
- 3.3 Key Economic indicators for May 2015

	May 2014	Apr. 2014	May. 2015
Inflation Rate	22.6	18.8	18.8(Apr)
RBM Bank Rate	25.0	25.0	25.0
Prime Rate	36.0	37.0	37.0
91 Days T-Bill	20.57	24.13	25.33
182 Days T-Bill	26.70	24.29	25.18
364 Days T-Bill	26.88	25.33	25.41
Import Cover(Months)	2.37	3.56	3.32

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 4.98%, 3.67% and 0.31% respectively between April 2015 and May 2015.

Import cover fell by 6.74% from 3.56 months in April 2015 to 3.32 months in May 2015.