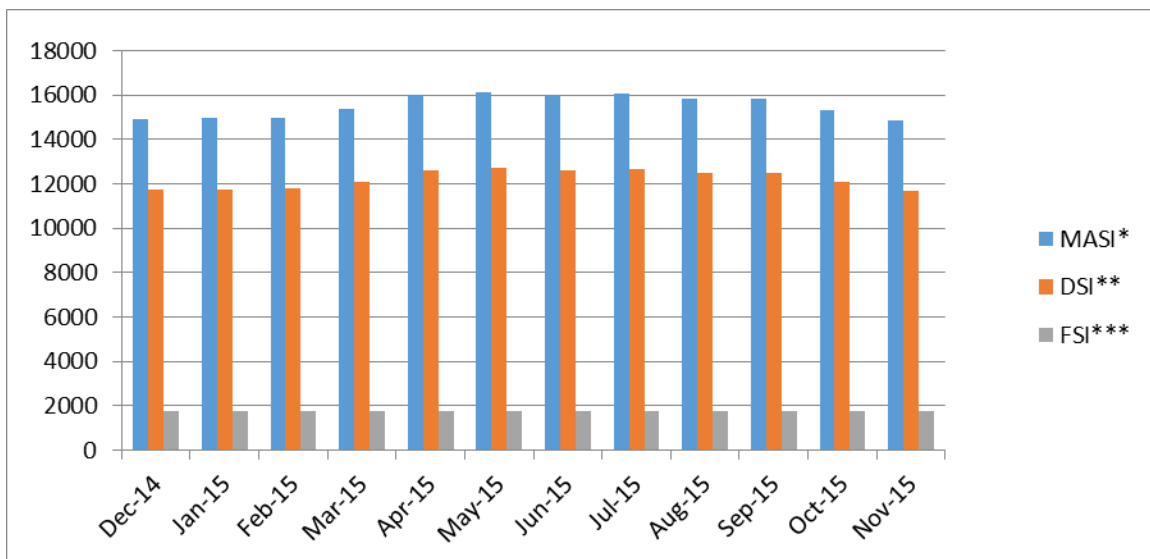




MALAWI STOCK EXCHANGE

MONTHLY MARKET REPORT

NOVEMBER 2015



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

WEBSITE. www.mse.co.mw

MALAWI STOCK EXCHANGE LIMITED

MONTHLY MARKET PERFORMANCE REPORT FOR NOVEMBER 2015

1.0 TRADING SUMMARY

The Market registered a monthly return on index of **-3.01%**(**-10.24%** in US Dollar terms) to close the month of November at 14871.56 points compared to 15332.70 points registered in October 2015.

There were no trades on government bonds whilst equity trading registered an increase and a decrease in traded volume and value respectively, compared to the previous month of October 2015.

Index Levels and Return – NOVEMBER 2015

INDEX	Nov. 2014	Oct. 2015	Nov. 2015	Monthly % Δ	YTD % Δ
MASI	14626.91	15332.70	14871.56	3.01 ▼	0.10 ▼
DSI	11514.25	12075.48	11708.68	3.04 ▼	0.10 ▼
FSI	1759.61	1762.13	1762.13	0.00 ■	0.14 ▲

Trading Statistics – NOVEMBER 2015

	NOVEMBER 2015		OCTOBER 2015	% Δ
Traded Value (MK)	195,400,081.04		308,215,195.79	36.60 ▼
Traded Value (US\$)	333,184.30		556,886.07	40.17 ▼
Traded Vol. Shares	14,731,935		14,725,375	0.04 ▲
No. of Transactions	102		90	13.33 ▲
Index Close (MASI)	14871.56		15332.70	3.01 ▼
Index Close (DSI)	11708.68		12075.48	3.04 ▼
Index Close (FSI)	1762.13		1762.13	0.00 ■
Listed companies	14		14	
Traded Companies	13		13	
Not Traded Companies	01		01	
Gainers	00		01	
Decliners	03		04	
Unchanged	10		08	

2.0 MARKET PERFORMANCE

2.1 Trade Performance Analysis

In the month of November, 2015 a total of 14,731,935 [12,014,533 in November 2014] shares were transacted at a total consideration of MK195,400,081.04(US\$333,184.30) [MK397,617,507.64(US\$818,426.68) in November 2014] in 102 trades. In the previous month of October 2015, the market transacted a total of 14,725,375 shares at a total consideration of MK308,215,195.79(US\$556,886.07) in 90 trades. This reflects a 0.04% increase in terms of share volume and -36.60% (-40.17% in US Dollar terms) decrease in share value.

The market registered an average daily volume of 701,521 shares in November 2015 compared to 701,208 shares in October 2015.

The average daily turnover for November 2015 was MK9,304,765.76 (US\$15,865.92) compared to MK14,676,914.09 (US\$26,518.38) for the previous month, reflecting a decrease of -36.60% (-40.17% in US Dollar terms).

TABLE 1: TRADING SUMMARY FOR OCTOBER 2015 – NOVEMBER 2015

DATE	VOLUME	VALUE (MWK)	VALUE (US\$)
October	14,725,375	308,215,195.79	556,886.07
November	14,731,935	195,400,081.04	333,184.30
% CHANGE	0.04 ▲	36.60 ▼	40.17 ▼

2.2 Market Capitalisation and Index

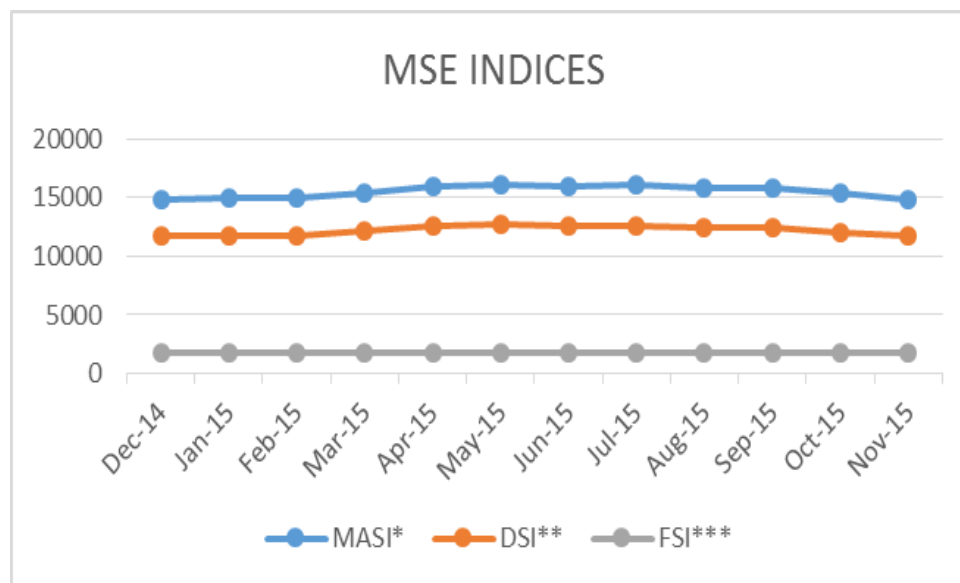
The market registered a negative return on index as reflected in the downward movement of the Malawi All Share Index (MASI) from 15332.70 points registered on 31st October 2015 to 14871.56 points registered on 30th November 2015, giving a monthly return on index of -3.01%, (-10.24% in US\$ terms). The price losses registered by three counters, ILLOVO, NBS, and TNM were the major drivers resulting into a decrease in the Domestic Share Index from 12075.48 points to 11708.68 points. The Foreign Share index was steady at 1762.13 points.

Table 2: Market Capitalization and Index – November 2015

Month Ending	Mkt. Cap. MKm.	Mkt. Cap. US\$m	Mkt. Cap. MKm*	Mkt. Cap. US\$m*	MASI
October	7,555,019.31	13,496.1477	655,017.63	1,170.1115	15332.70
November	7,535,319.04	12,456.8003	635,317.35	1,050.2570	14871.56

* Excludes non-Malawi register Old Mutual plc shares

FIG 1: MSE INDICES – November 2015



2.3 Market Liquidity

The turnover velocity measured by the ratio of Total Value of Trades to Market Capitalisation (**TVT/MCAP***) in November 2015 was recorded at 0.03% whilst 0.05% was registered in the previous month of October, 2015. The ratio of Total Value of Trades to Gross Domestic Product (**TVT/GDP**) recorded a same liquidity level of 0.01% recorded in the previous month.

Table 3: Market Liquidity – November 2015

MONTH Ended	Mkt. Cap/GDP %	Mkt. Cap/GDP* %	TVT/GDP %	TVT/Mkt. Cap* %	Shares Traded/Shares In Issue* %
October	236.06	20.467	0.00963	0.0471	0.083609
November	235.45	19.851	0.00611	0.0308	0.083647

* Excludes non-Malawi register Old Mutual plc shares

2.4 Company Trading Performance

Top Losers

MSE CODE	COUNTER NAME	% LOSS
TNM	TNM	12.54 ▼
ILLOVO	Illovo Sugar Malawi	5.77 ▼
NBS	NBS Bank	1.92 ▼

Three counters registered capital losses in November 2015.

Top Four Traded Stocks by Volume- November 2015

MSE CODE	COUNTER NAME	SHARES	% OF TOTAL
TNM	TNM	12,724,339	86.37
MPICO	MPICO Limited	1,048,768	7.12
REAL	Real Insurance	407,599	2.77
FMB	FMB Bank	144,638	0.98

Top Four Traded Stocks by Value- November 2015

MSE CODE	COUNTER NAME	MK	% OF TOTAL
TNM	TNM	76,352,152.04	39.07
STANDARD BANK	Standard Bank Malawi	54,276,640.00	27.78
NBM	National Bank of Malawi	33,873,078.00	17.34
OML	Old Mutual plc	11,835,684.00	6.06

Company Trading Statistics- November 2015

Company	Opening Price	Closing Price	% Price Change	Share Vol. Traded	Value Traded MK
BHL	960	960	0.00%	-	-
FMB	1400	1400	0.00%	144,638	2,024,932.00
ILLOVO	26000	24500	-5.77%	7,453	1,834,355.00
MPICO	900	900	0.00%	1,048,768	9,438,912.00
NBM	25800	25800	0.00%	131,291	33,873,078.00
NBS	2600	2550	-1.92%	17,738	452,319.00
NICO	2800	2800	0.00%	2,605	72,940.00
NITL	5500	5500	0.00%	1,244	68,420.00
PCL	53500	53500	0.00%	3,562	1,905,670.00
REAL	200	200	0.00%	407,599	815,198.00
STANDARD BANK	44000	44000	0.00%	123,356	54,276,640.00
SUNBIRD	2209	2209	0.00%	110,900	2,449,781.00
TNM	686	600	-12.54%	12,724,339	76,352,152.04
OML	140200	140200	0.00%	8,442	11,835,684.00
				14,731,935	195,400,081.04

3.0 ECONOMIC POSITION

- 3.1 The Malawi Kwacha depreciated against all major trading currencies between 31st October, 2015 and 30th November, 2015 as shown in Table 4 below;

TABLE 4: MONTHLY EXCHANGE RATES: OCT. 2015-NOV. 2015

CURRENCY	END OCT' 2015	END NOV' 2015	% CHANGE
MK/US Dollar	559.7908	604.9161	-7.46%
MK/GBP	857.0826	909.1508	-5.73%
MK/ZAR	40.5471	42.0456	-3.56%
MK/EUR	615.6282	640.4678	-3.88%

Source: National Bank of Malawi

- 3.2 The year on year headline inflation stood at 24.7% in October 2015 up by 0.6% on account of an increase in both food and non-food inflation from 27.2% to 28.3% and 21.3% to 21.4% respectively, between September 2015 and October 2015.

The urban and rural inflation rates for the month of October 2015 were 20.0% and 28.2% respectively.

- 3.3 Key economic indicators for November 2015

	Nov. 2014	Oct. 2015	Nov. 2015
Inflation Rate	23.7	24.7	24.7(Oct)
Policy Rate	25.0	25.0	27.0
Prime Rate	35.0	32.0	24.0
91 Days T-Bill	24.98		
182 Days T-Bill	24.92		
364 Days T-Bill	25.12		
Import Cover(Months)	1.91	3.09	2.96

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

Import cover fell by 4.21% from 3.09 months on 31st October, 2015 to 2.96 months on 30th November, 2015.