

# MONTHLY MARKET REPORT

## OCTOBER 2019



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MALAWI STOCK EXCHANGE

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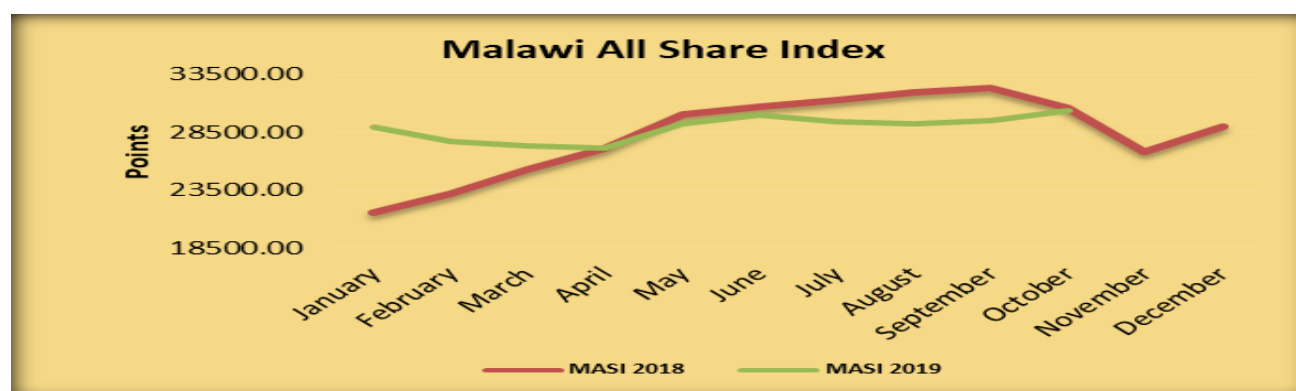
## 1. TRADING SUMMARY

The market registered a positive monthly return on index of 2.70%(2.70% in US\$ terms), 4.70% YTD. It also registered an increase in total volume of shares traded despite registering a decrease in total value traded.

There were no trades on the listed debt securities.

### Index Levels and Return – October 2019

INDEX	OCTOBER 2019	SEPTEMBER 2019	% Monthly Δ 2019	% Monthly Δ 2018	% Δ YTD. 2019
MASI	30344.49	29546.27	2.70 ▲	-5.41	4.70 ▲
DSI	23445.64	22735.48	3.12 ▲	-3.16	9.98 ▲
FSI	4272.58	4272.58	0.00 ▯	-11.57	-18.85



### Trading Statistics – October 2019

	October 2019	September 2019	Monthly % Δ	October 2018	Y-O-Y %Δ
Traded Value (MK)	2,495,407,311.96	3,706,719,389.44	-32.68	5,845,797,261.15	-57.31
Traded Value (US\$)	3,404,409.97	5,056,967.00	-32.68	8,081,622.66	-57.54
Traded Vol. Shares	185,453,439	154,699,117	19.88 ▲	46,485,804	298.95 ▲
No. of Transactions	243	246	-1.22	281	-13.52
Index Close (MASI)	30344.49	29546.27	2.70 ▲	30622.36	-0.91
Listed Debt Securities	14	14		06	
Traded Debt Securities	00	00		00	
Listed companies	14	14		13	
Traded Companies	12	12		13	
Not Traded Companies	02	02		00	
Gainers	03	03		04	
Decliners	00	03		05	
Unchanged	09	06		04	

## 2. MARKET PERFORMANCE

### A. Trade Performance Analysis

The market transacted a total of 185,453,439 shares at a total consideration of MK2,495,407,311.96 (US\$3,404,409.97) in 243 trades. In the previous month, September 2019, the market transacted a total of 154,699,117 shares at a total consideration of MK3,706,719,389.44 (US\$5,056,967.00) in 246 trades. This reflects a 19.88% increase in terms of share volume traded and a 32.68% (32.68% in US Dollar terms) decrease in share value traded. Of the total volume of shares traded 114,536,779 NBS shares traded as negotiated deals.

Daily average share trades exhibited similar trends where the market registered an average daily volume of 8,831,116 shares compared to 7,366,625 shares traded in September 2019.

The average daily turnover for October 2019 was MK118,828,919.62 (US\$162,114.76) compared to MK176,510,447.12 (US\$240,807.95) in September 2019, reflecting a decrease of 32.68% (32.68% in US Dollar terms).

### B. Market Capitalization and Index

The market registered a positive return on index as reflected in an upward movement of the Malawi All Share Index (MASI) from 29546.27 points registered in September 2019 to 30344.49 points registered in October 2019, giving a month-on-month return on index of 2.70% (2.70% in US\$ terms). The price gains registered by NBM(17.66%), ICON(5.00%) and NBS(4.08%) were the drivers resulting into an upward movement of the Malawi All Share Index. The Domestic and Foreign Share Indices closed at 23445.64 and 4272.58 points respectively.

Market capitalization increased in both Malawi Kwacha and United States Dollar terms from MK1,394,440.03 million (US\$1,902.39 million) in September 2019 to MK1,433,241.37 million (US\$1,955.33 million) in October 2019.

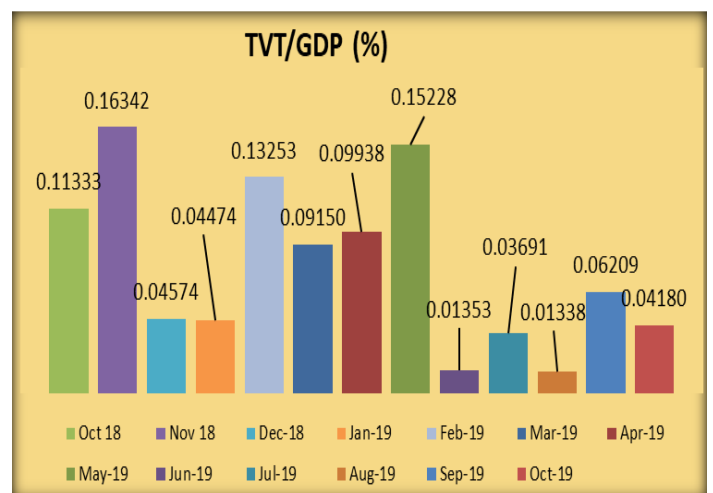
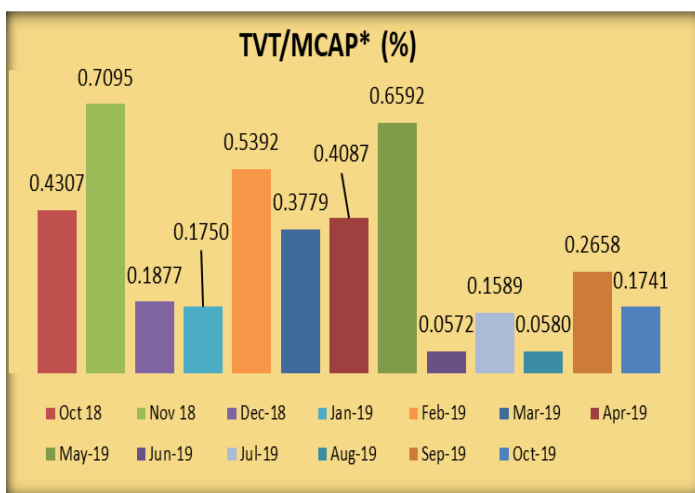
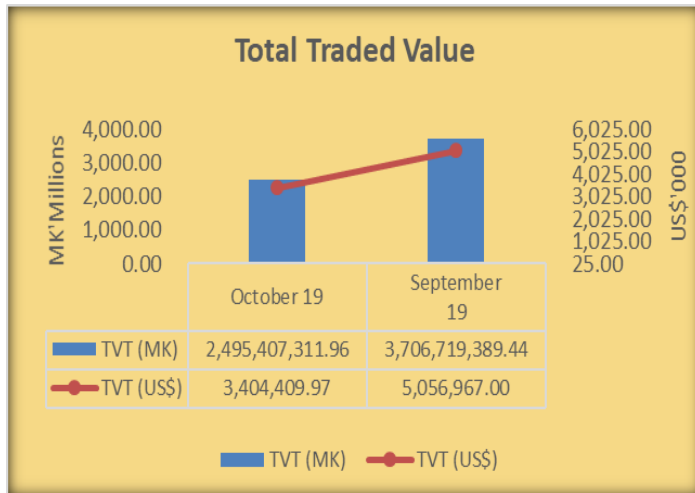
### C. Market Liquidity

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 October 2019 was recorded at 0.17%, lower than 0.27% registered in September 2019. The ratio of Total Value of Trades to Gross Domestic Product (**TVT/GDP**) recorded a liquidity level of 0.04% in October 2019 while during the previous month, September 2019, liquidity was at 0.06%. Market capitalization as a percentage of GDP was at 24.00% in October 2019 and 23.36% in September 2019.



MALAWI STOCK EXCHANGE

## 2. MARKET PERFORMANCE



### 3. COMPANY TRADING PERFORMANCE

A. Top gainers: Three  
counters  
registered capital  
gains

MSE CODE	ISIN	COUNTER NAME	% GAIN
NBM	MWNB0010074	National Bank of Malawi plc	17.66 ▲
ICON	MWICON001146	ICON Properties plc	5.00 ▲
NBS	MWNBS0010101	NBS Bank plc	4.08 ▲

B. Volume Leaders

MSE CODE	ISIN	COUNTER NAME	SHARES	% of Total
NBS	MWNBS0010101	NBS Bank plc	140,459,029	75.74
ICON	MWICON001146	ICON Properties plc	32,569,513	17.56
TNM	MWTNM0010126	Telekom Networks Malawi plc	9,864,382	5.32
NICO	MWNICO0010014	NICO Holdings plc	1,522,841	0.82
MPICO	MWMPI0010116	MPICO plc	749,705	0.40

C. Value Leaders

MSE CODE	ISIN	COUNTER NAME	VALUE	% of Total
NBS	MWNBS0010101	NBS Bank plc	1,580,958,319.70	63.35
ICON	MWICON001146	ICON Properties plc	338,405,119.00	13.56
TNM	MWTNM0010126	Telekom Networks Malawi plc	256,469,612.00	10.28
PCL	MWPCL0010053	Press Corporation plc	172,138,395.00	6.90
NICO	MWNICO0010014	NICO Holdings plc	73,847,791.00	2.96



### 3. COMPANY TRADING PERFORMANCE



MALAWI STOCK EXCHANGE

Symbol	Open	High	Low	Close	Change	Volume	Value	Trades	Market Capitalization
BHL	12.95	12.95	12.95	12.95	0.00%	0	0.00	0	10,874,771,629.75
FMBCH	80.00	80.00	80.00	80.00	0.00%	1,000	80,000.00	2	196,660,000,000.00
ICON	10.00	10.50	10.00	10.50	5.00%	32,569,513	338,405,119.00	34	70,140,000,000.00
ILLOVO	210.00	210.00	210.00	210.00	0.00%	0	0.00	0	149,823,322,110.00
MPICO	19.50	19.50	19.50	19.50	0.00%	749,705	14,619,248.00	25	44,811,925,470.00
NBM	390.98	460.01	391.00	460.01	17.66%	85,184	34,530,015.88	24	214,793,268,797.38
NBS	12.01	12.51	12.01	12.50	4.08%	140,459,029	1,580,958,319.70	48	36,382,166,950.00
NICO	48.50	48.50	48.49	48.50	0.00%	1,522,841	73,847,791.00	13	50,587,493,156.00
NITL	75.00	75.00	75.00	75.00	0.00%	45,122	3,384,150.00	4	10,125,000,000.00
OMU	2,500.00	2,500.00	2,499.99	2,499.99	0.00%	289	722,497.38	2	31,539,163,842.84
PCL	1,400.00	1,400.00	1,399.99	1,400.00	0.00%	122,956	172,138,395.00	9	168,358,148,000.00
STANDARD	670.00	670.00	670.00	670.00	0.00%	29,545	19,795,150.00	13	157,227,668,540.00
SUNBIRD	118.00	118.00	118.00	118.00	0.00%	3,873	457,014.00	2	30,866,744,440.00
TNM	26.00	26.00	25.99	26.00	0.00%	9,864,382	256,469,612.00	67	261,051,700,000.00
<b>Total</b>						<b>185,453,439</b>	<b>2,495,407,311.96</b>	<b>243</b>	<b>1,433,241,372,935.97</b>

## 4. BOND TRADING SUMMARY

There were no trades on the listed debt securities.

Symbol	Open	High	Low	Close	Volume	Value	Trades Count	Nominal Value
NFBN01210621	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	1,000,000,000.00
NFBN02280621	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	3,000,000,000.00
NFBN03020721	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	50,000,000.00
NFBN04230522	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	6,000,000,000.00
NFBN05310321	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	2,350,767,576.00
TN02YR040920	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	64,659,680,000.00
TN02YR250120	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	5,000,000,000.00
TN02YR310121	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	23,791,253,000.00
TN02YR310819	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	20,000,000,000.00
TN03YR111021	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	13,776,000,000.00
TN03YR220221	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	3,000,000,000.00
TN03YR270622	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	37,867,549,000.00
TN03YR270821	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	22,570,008,000.00
TN05YR221123	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	39,105,000,000.00
TN07YR271225	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	48,087,041,000.00
<b>Total</b>					<b>0</b>	<b>0</b>	<b>0</b>	<b>290,257,298,576.00</b>



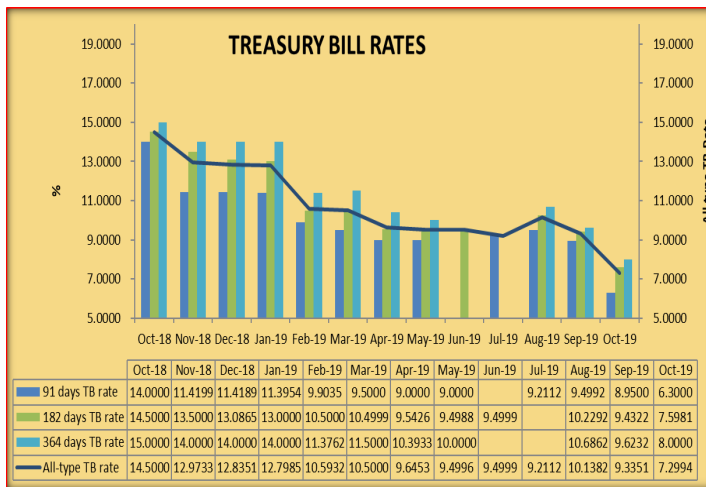
## 5. ECONOMIC REVIEW



MALAWI STOCK EXCHANGE

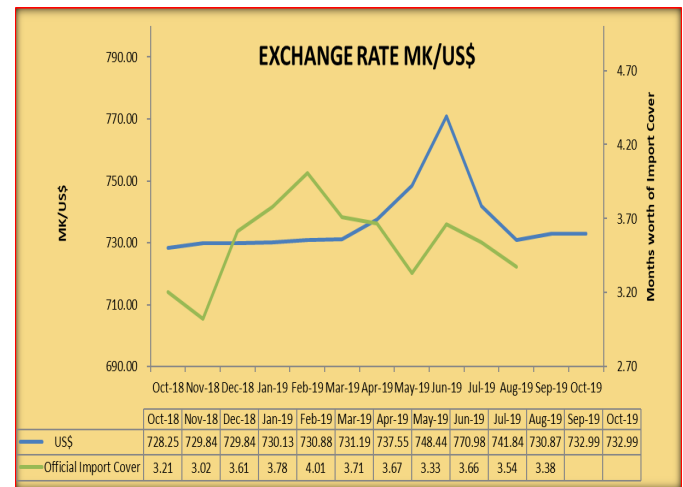
### Interest Rates

During the period under review, the yields on the 91 days T-bill, 182 days T-bill and the 364 days T-bill fell by 2.6500% from 8.9500% to 6.3000%, by 1.8341% from 9.4322% to 7.5981% and by 1.6232% from 9.6232% to 8.0000% respectively.



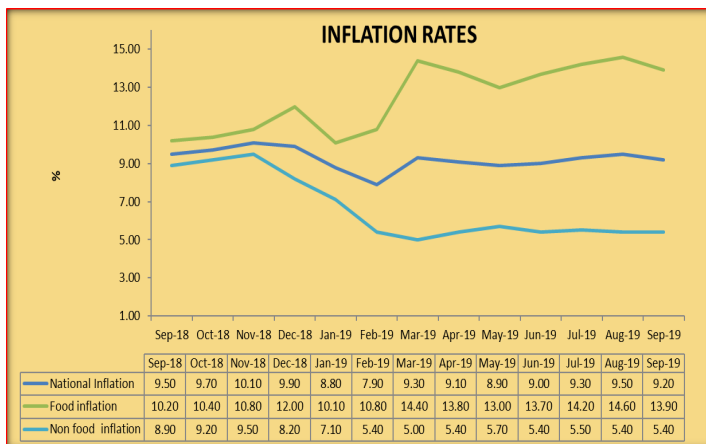
### Exchange Rates

The Kwacha was relatively stable against the United States Dollar in the period under review. Gross official reserves were at 3.38 months worth of import cover on 31 August 2019.



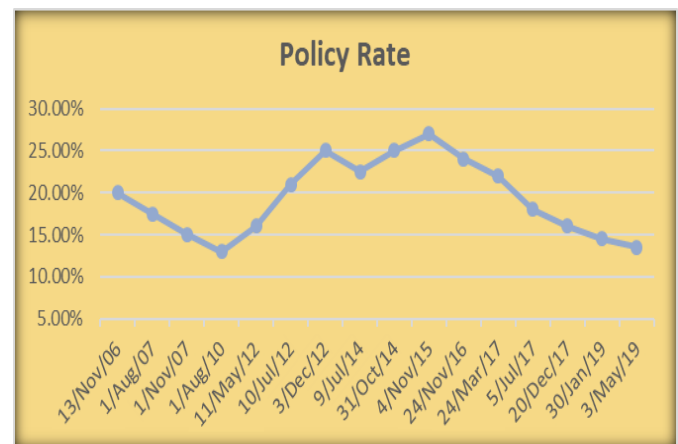
### Inflation Rates

Headline inflation eased by 0.3 percentage points from 9.5% in August, 2019 to 9.2% in September, 2019.



### Monetary Policy Rate

The Monetary Policy Committee at its meeting held on 29 and 30 October 2019 maintained the policy rate at 13.5%.



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