

MONTHLY MARKET REPORT

JULY 2020



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MALAWI STOCK EXCHANGE

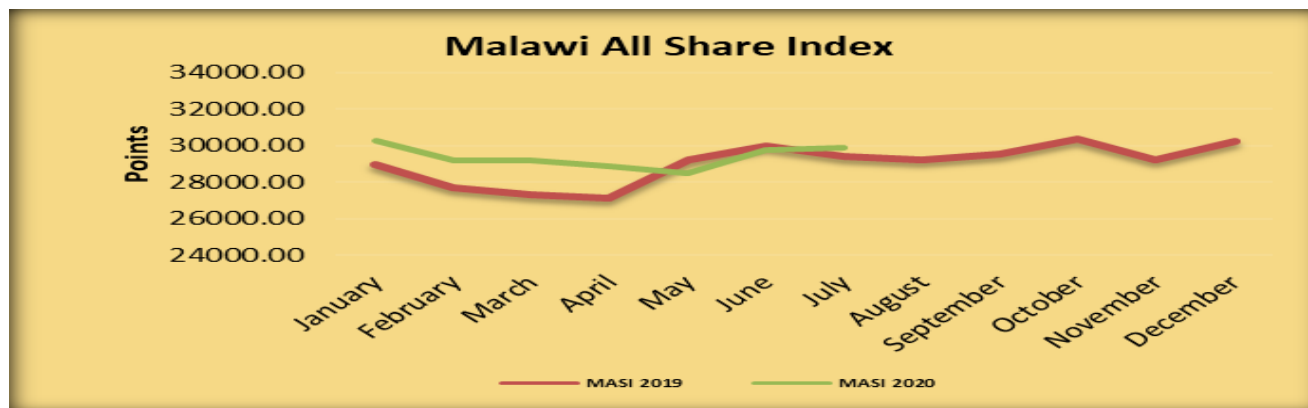
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1. TRADING SUMMARY

The market registered a positive month-on-month return on index of **0.22%** (**-0.51%** in US\$ terms), **1.49%** on a year-on-year basis. The market however, registered a decrease in both total value traded and total volume of shares traded in the month under review. There were no trades on the listed debt securities.

Index Levels and Return – July 2020

INDEX	JULY 2020	JUNE 2020	% Monthly Δ 2020	% Monthly Δ 2019	% Δ YTD. 2020
MASI	29851.63	29784.70	0.22 ▲	-1.81	-1.32
DSI	25360.04	25117.92	0.96 ▲	-2.14	7.46 ▲
FSI	1535.30	1757.76	-12.66	0.00 ▬	-13.29



Trading Statistics – July 2020

	July 2020	June 2020	Monthly % Δ	July 2019	Y-O-Y %Δ
Traded Value (MK)	1,263,639,879.92	1,382,505,684.85	-8.60	2,203,627,437.99	-42.66
Traded Value (US\$)	1,707,986.54	1,876,236.04	-8.97	3,014,151.88	-43.33
Traded Vol. Shares	62,683,022	64,711,565	-3.13	27,022,913	131.96 ▲
No. of Transactions	195	299	-34.78	204	-4.41
Index Close (MASI)	29851.63	29784.70	0.22 ▲	29413.02	1.49 ▲
Listed Debt Securities	13	13		14	
Traded Debt Securities	00	00		00	
Listed companies	15	15		14	
Traded Companies	15	13		13	
Not Traded Companies	00	02		01	
Gainers	03	05		01	
Decliners	06	06		01	
Unchanged	06	02		11	

2. MARKET PERFORMANCE

A. Trade Performance Analysis

The market transacted a total of 62,683,022 shares at a total consideration of MK1,263,639,879.92 (US\$1,707,986.54) in 195 trades. In the previous month, June 2020, the market transacted a total of 64,711,565 shares at a total consideration of MK1,382,505,684.85 (US\$1,876,236.04) in 299 trades. This reflects a **3.13%** decrease in terms of share volume traded and an **8.60%** (**8.97%** in US Dollar terms) decrease in share value traded. Of the total volume of shares traded, 43,956,044 NBS shares were traded as negotiated deals.

Daily average share trades exhibited similar trends where the market registered an average daily volume of 2,849,228 shares compared to 2,941,435 shares traded in June 2020, reflecting a decrease of **3.13%**.

The average daily turnover for July 2020 was MK57,438,176.36 (US\$77,635.75) compared to MK62,841,167.49 (US\$85,283.46) in June 2020, reflecting a decrease of **8.60%** (**8.97%** in US Dollar terms).

B. Market Capitalization and Index

The market registered a positive return on index as reflected in the upward movement of the Malawi All Share Index (MASI) from 29784.70 points registered in June 2020 to 29851.63 points registered in July 2020, giving a month-on-month return on index of **0.22%** (**-0.51%** in US\$ terms). The price gains registered by ICON(11.40%), AIRTEL(10.00%) and STANDARD(5.06%) were enough to offset share price losses registered by MPICO(15.93%), FMBCH(14.97%), TNM(3.97%), PCL(3.91%), NICO (0.89%) and NBS(0.05%) resulting into an upward movement of the Malawi All Share Index. The Domestic and Foreign Share Indices closed at 25360.04 and 1535.30 points respectively.

Market capitalization increased in Malawi Kwacha from MK1,546,551.01 million in June 2020 to MK1,550,744.90 million July 2020. Market capitalization however, decreased in US Dollar terms from US\$2,099.28 million to US\$2,086.79 million as a result of the depreciation of the Malawi Kwacha.

C. Market Liquidity

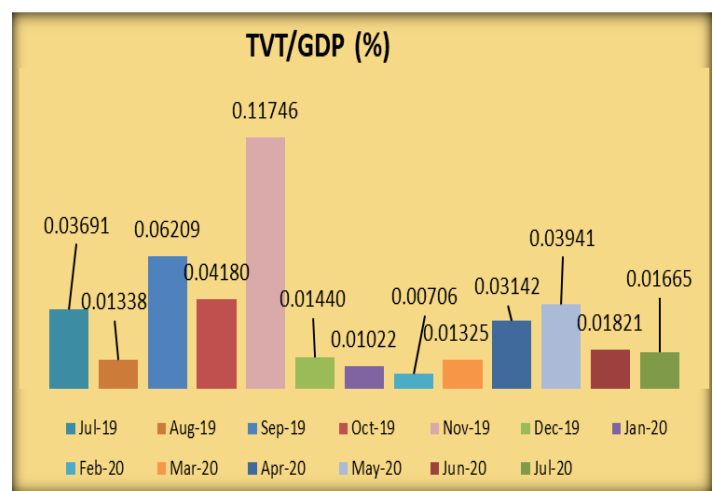
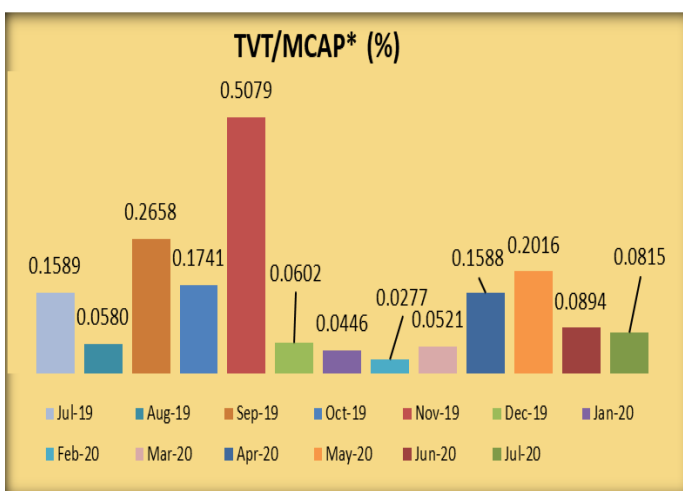
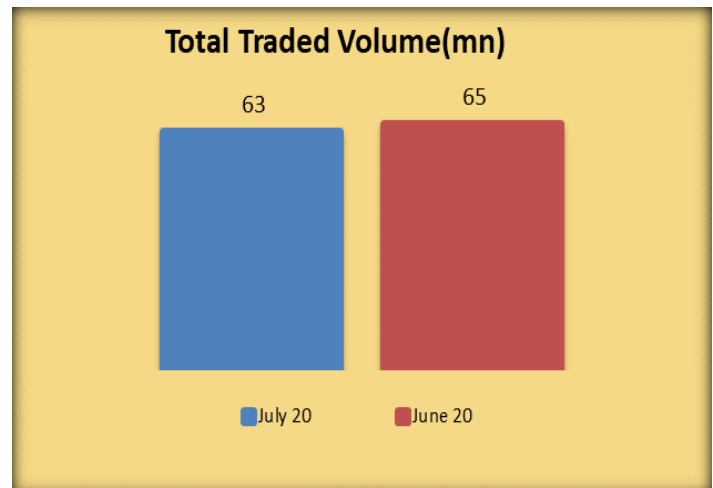
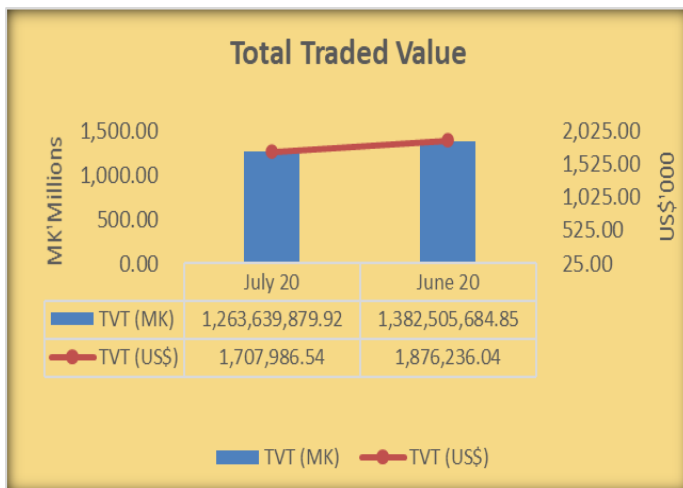
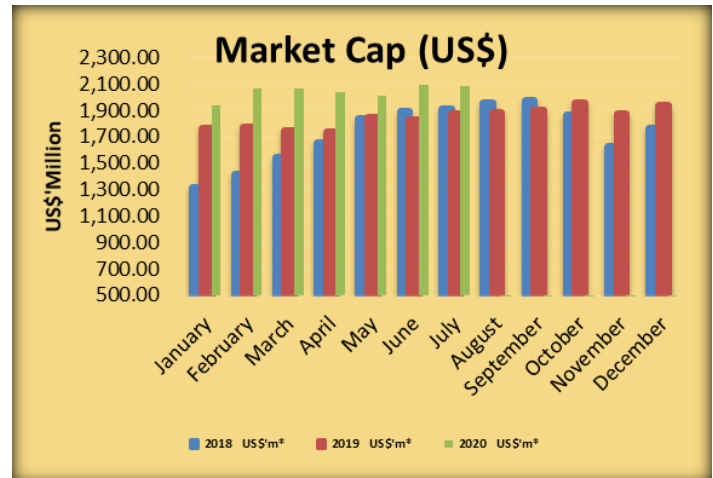
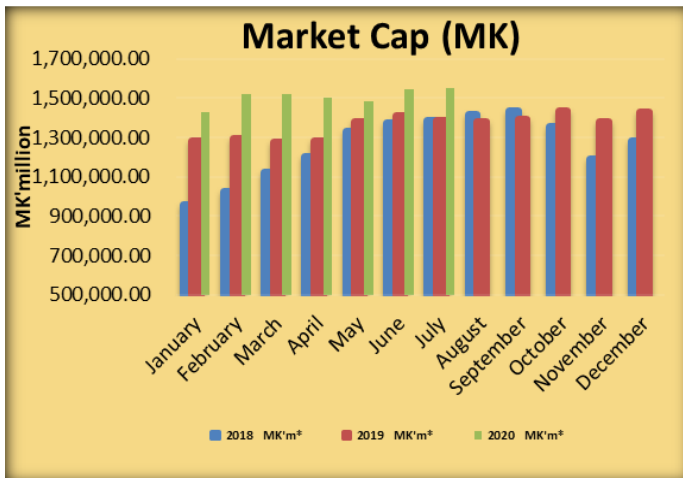
The turnover velocity measured by the ratio of Total Value of Trades to Market Capitalisation (**TVT/MCAP***), an indicator of the liquidity of assets traded on the market, in July 2020 was recorded at 0.08%, lower than 0.09% registered in June 2020. The ratio of Total Value of Trades to Gross Domestic Product (**TVT/GDP**) recorded a liquidity level of 0.017% in July 2020 while during the previous month, June 2020, liquidity was at 0.018%.

Market capitalization as a percentage of GDP was at 20.43% in July 2020 and 20.38% in June 2020.

2. MARKET PERFORMANCE



MALAWI STOCK EXCHANGE



3. COMPANY TRADING PERFORMANCE

A. Top gainers: Three counters registered capital gains

MSE CODE	ISIN	COUNTER NAME	% GAIN
ICON	MWICON001146	ICON Properties plc	11.40 ▲
AIRTEL	MWAIRT001156	Airtel Malawi plc	10.00 ▲
STANDARD	MWSTD0010041	Standard Bank Malawi plc	5.06 ▲

B. Top Losers: Six counters registered capital losses

MSE CODE	ISIN	COUNTER NAME	% LOSS
MPICO	MWMP0010116	MPICO plc	-15.93
FMBCH	MWFMB0010138	FMB Capital Holdings plc	-14.97
TNM	MWTNM0010126	Telekom Networks Malawi plc	-3.97
PCL	MWPCL0010053	Press Corporation plc	-3.91
NICO	MWNICO0010014	NICO Holdings plc	-0.89

C. Top 5 Volume Leaders

MSE CODE	ISIN	COUNTER NAME	SHARES	% of Total
NBS	MWNBS0010101	NBS Bank plc	55,573,051	88.66
ICON	MWICON001146	ICON Properties plc	3,016,033	4.81
FMBCH	MWFMB0010138	FMB Capital Holdings plc	1,394,990	2.23
TNM	MWTNM0010126	Telekom Networks Malawi plc	1,110,395	1.77
NICO	MWNICO0010014	NICO Holdings plc	792,511	1.26

D. Top 5 Value Leaders

MSE CODE	ISIN	COUNTER NAME	VALUE	% of Total
NBS	MWNBS0010101	NBS Bank plc	1,026,509,172.90	81.23
NICO	MWNICO0010014	NICO Holdings plc	38,035,002.61	3.01
FMBCH	MWFMB0010138	FMB Capital Holdings plc	36,462,270.00	2.89
ICON	MWICON001146	ICON Properties plc	34,778,775.60	2.75
OMU	ZAE000255360	Old Mutual Limited	28,547,066.26	2.26

3. COMPANY TRADING PERFORMANCE



MALAWI STOCK EXCHANGE

Symbol	Open	High	Low	Close	Price Δ	Volume	Value	Trades Count	Market Capitalization
AIRTEL	20.00	22.01	20.00	22.00	10.00%	536,329	11,473,915.76	24	242,000,000,000.00
BHL	12.94	12.94	12.94	12.94	0.00%	4,912	63,561.28	2	10,866,374,122.70
FMBCH	29.99	29.99	25.00	25.50	-14.97%	1,394,990	36,462,270.00	16	62,685,375,000.00
ICON	11.40	13.00	11.40	12.70	11.40%	3,016,033	34,778,775.60	20	84,836,000,000.00
ILLOVO	94.50	94.50	94.00	94.50	0.00%	1,137	107,396.50	2	67,420,494,949.50
MPICO	24.98	24.98	21.00	21.00	-15.93%	154,782	3,414,509.29	10	48,258,996,660.00
NBM	550.00	550.00	550.00	550.00	0.00%	30,680	16,874,000.00	22	256,812,455,900.00
NBS	19.50	19.50	18.00	19.49	-0.05%	55,573,051	1,026,509,172.90	38	56,727,074,708.44
NICO	48.42	48.43	47.99	47.99	-0.89%	792,511	38,035,002.61	11	50,055,542,197.04
NITL	94.99	94.99	94.99	94.99	0.00%	681	64,688.19	2	12,823,650,000.00
OMU	2,199.99	2,199.99	2,199.99	2,199.99	0.00%	12,976	28,547,066.26	6	29,881,599,573.93
PCL	1,399.76	1,399.76	1,345.00	1,345.00	-3.91%	18,127	25,318,495.00	5	161,744,077,900.00
STANDARD	790.00	830.00	790.00	830.00	5.06%	16,016	12,869,760.00	10	194,774,574,460.00
SUNBIRD	120.00	120.00	120.00	120.00	0.00%	20,402	2,448,240.00	7	31,389,909,600.00
TNM	24.94	24.94	23.95	23.95	-3.97%	1,110,395	26,673,026.53	20	240,468,777,500.00
Total						62,683,022	1,263,639,879.92	195	1,550,744,902,571.61

4. BOND TRADING SUMMARY

There were no trades on the listed debt securities.

Symbol	Open	High	Low	Close	Price Δ	Volume	Value	Trades Count	Nominal Value
NFBN01210621	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	1,000,000,000.00
NFBN02280621	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	3,000,000,000.00
NFBN03020721	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	50,000,000.00
NFBN04230522	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	6,000,000,000.00
NFBN05310321	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	2,350,767,576.00
TN02YR040920	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	64,659,680,000.00
TN02YR310121	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	23,791,253,000.00
TN03YR111021	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	13,776,000,000.00
TN03YR220221	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	3,000,000,000.00
TN03YR270622	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	37,867,549,000.00
TN03YR270821	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	22,570,008,000.00
TN05YR221123	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	39,105,000,000.00
TN07YR271225	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	48,087,041,000.00
Total						0	0.0000	0	265,257,298,576.00

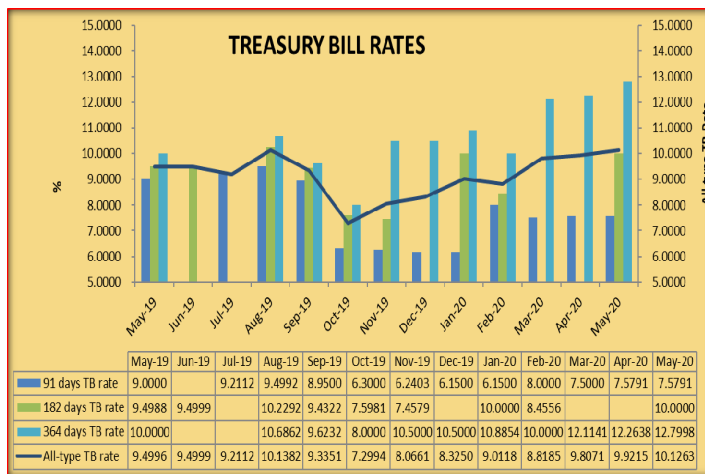
5. ECONOMIC REVIEW



MALAWI STOCK EXCHANGE

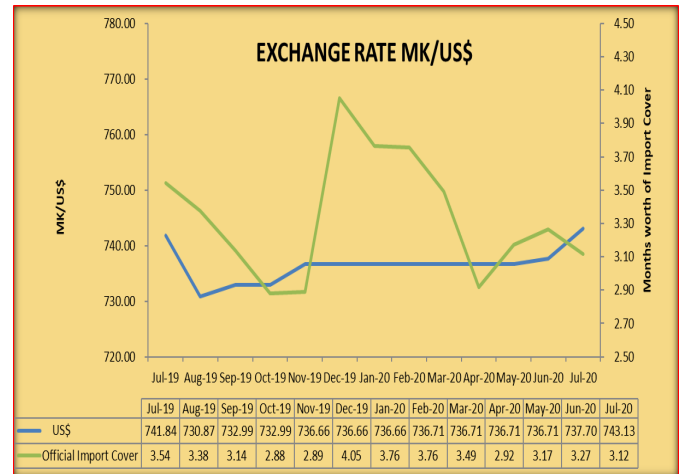
Interest Rates

During the period under review, the yields on the 91 days T-bill was at 7.5000% whilst the 182 days and the 364 days T-bill inched upwards by 1.0444% from 11.5000% to 12.5444% and by 0.2664% from 13.4050% to 13.6714% respectively.



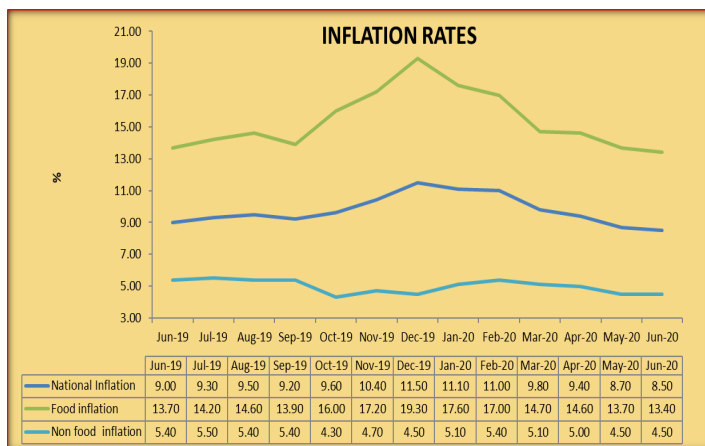
Exchange Rates

The Kwacha marginally depreciated against the United States Dollar by 0.73% in the period under review. Gross official reserves were at 3.12 months worth of import cover on 31 July 2020.



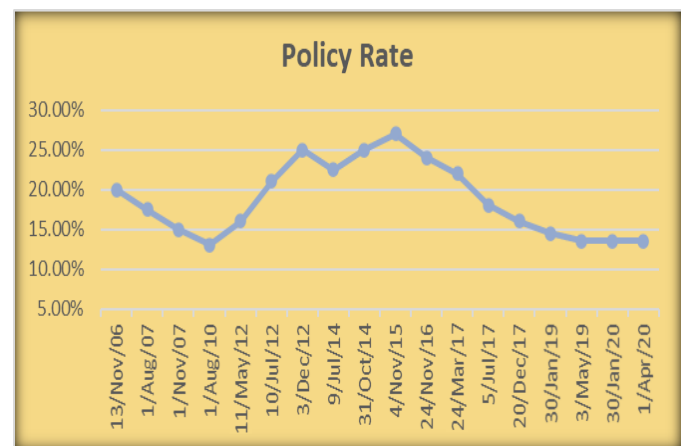
Inflation Rates

Headline inflation eased by 0.2 percentage points from 8.7% in May, 2020 to 8.5% in June, 2020.



Monetary Policy Rate

The Monetary Policy Committee at its meeting held on 31 July 2020 maintained the policy rate at 13.5%.



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