

MONTHLY MARKET REPORT

OCTOBER 2020



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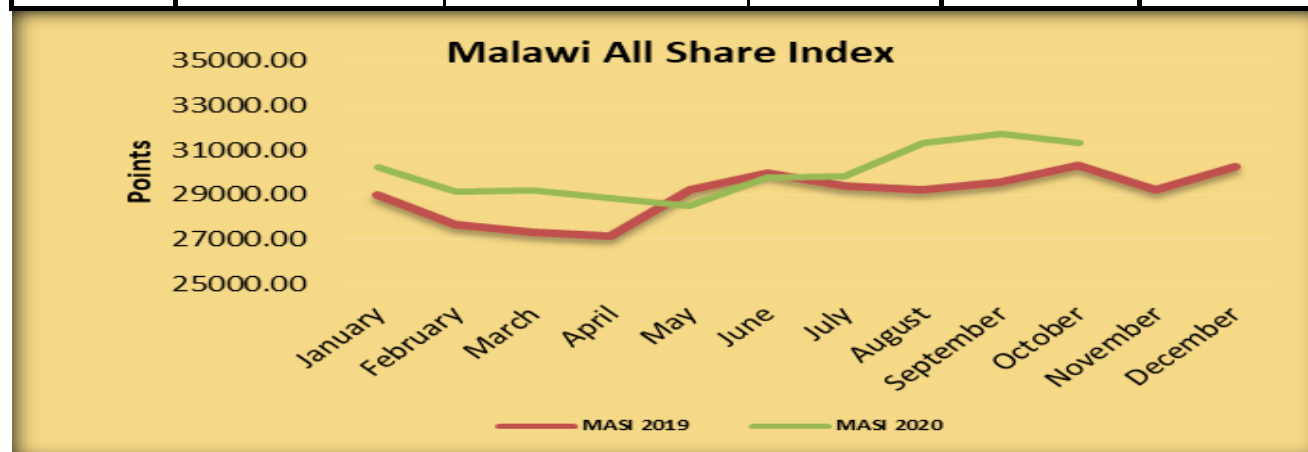
1. TRADING SUMMARY

The market registered an increase in both total traded volume of shares and value despite registering a negative month-on-month return on index of **-1.38%** (**-1.90%** in US\$ terms), **3.48%** YTD.

There were no trades on the listed debt securities.

Index Levels and Return – October 2020

INDEX	October 2020	September 2020	% Monthly Δ 2020	% Monthly Δ 2019	% Δ YTD. 2020
MASI	31303.78	31743.36	-1.38	2.70 ▲	3.48 ▲
DSI	26787.57	27101.51	-1.16	3.12 ▲	13.51 ▲
FSI	1362.39	1460.99	-6.75	0.00 ■	-66.15



	October 2020	September 2020	Monthly % Δ	October 2019	Y-O-Y %Δ
Traded Value (MK)	13,075,408,794.09	6,263,997,275.34	108.74 ▲	2,495,407,311.96	423.98 ▲
Traded Value (US\$)	17,285,579.90	8,332,056.57	107.46 ▲	3,404,409.97	407.74 ▲
Traded Vol. Shares	659,979,164	173,592,463	280.19 ▲	185,453,439	255.87 ▲
No. of Transactions	237	321	-26.17	243	-2.47
Index Close (MASI)	31303.78	31743.36	-1.38	30344.49	3.16 ▲
Listed Debt Securities	28	28		14	
Traded Debt Securities	00	00		00	
Listed companies	16	16		14	
Traded Companies	15	14		12	
Not Traded Companies	01	02		02	
Gainers	02	03		03	
Decliners	10	04		00	
Unchanged	03	07		09	

2. MARKET PERFORMANCE

A. Trade Performance Analysis

The market transacted a total of 659,979,164 shares at a total consideration of MK13,075,408,794.09 (US\$17,285,579.90) in 237 trades. In the previous month of September 2020, the market transacted a total of 173,592,463 shares at a total consideration of MK6,263,997,275.34 (US\$8,332,056.57) in 321 trades. This reflects a **280.19%** increase in terms of share volume traded and a **108.74%** (**107.46%** in US Dollar terms) increase in share value traded. Of the total volume of shares traded, 10,000,000 NBS and 300,000 PCL shares were traded as negotiated deals.

Daily average share trades exhibited similar trends where the market registered an average daily volume of 31,427,579 shares compared to 7,890,567 shares traded in September 2020, reflecting an increase of **298.29%**.

The average daily turnover for October 2020 was MK622,638,514.00 (US\$823,122.85) compared to MK284,727,148.88 (US\$378,729.84) in September 2020, reflecting an increase of **118.68%** (**117.34%** in US Dollar terms).

B. Market Capitalization and Index

The market registered a negative return on index as reflected in the downward movement of the Malawi All Share Index (MASI) from 31743.36 points registered in September 2020 to 31303.78 points registered in October 2020, giving a month-on-month return on index of **-1.38%** (**-1.90%** in US\$ terms). The price gains registered by NICO(8.33% and NBS(7.77%) were not enough to offset share price losses registered by SUNBIRD(12.50%), FMBCH(8.29%), TNM(4.86%), AIRTEL(3.50%), ICON(1.52%), FDHB(0.50%), MPICO(0.29%), NBM(0.17%), NITL(0.01%) and OMU (0.0005%) resulting into a downward movement of the Malawi All Share Index. The Domestic and Foreign Share Indices closed at 226787.57 and 1362.39 points respectively.

Market capitalization decreased in both Malawi Kwacha and United States dollar terms from MK1,724,325.27 million(US\$2,290.22 million) to MK1,700,452.27 million (US\$2,246.68 million).

C. Market Liquidity

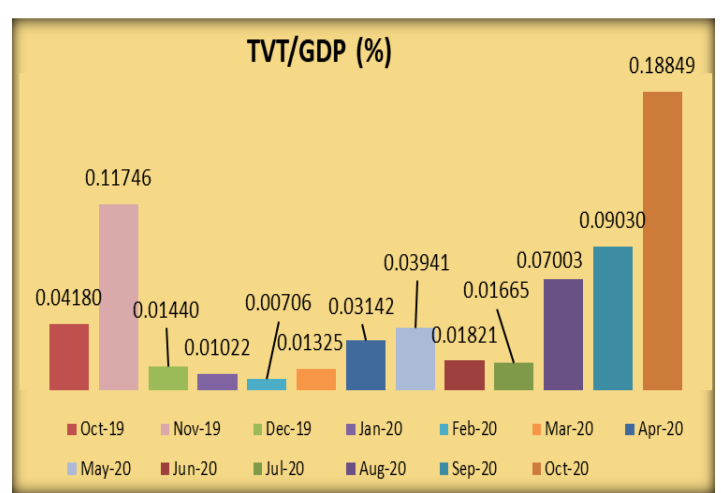
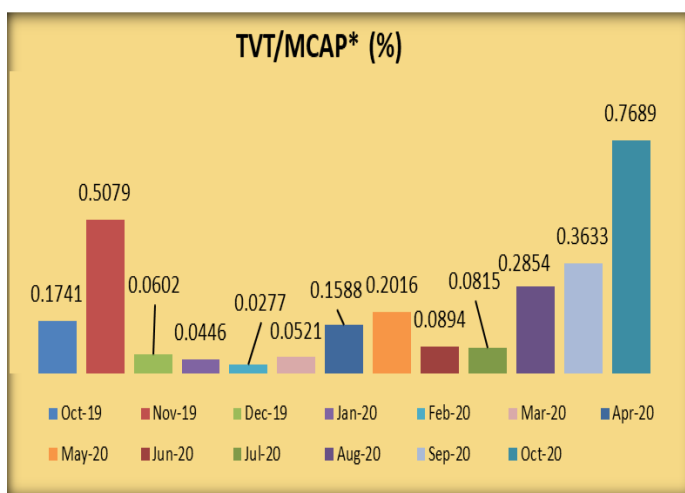
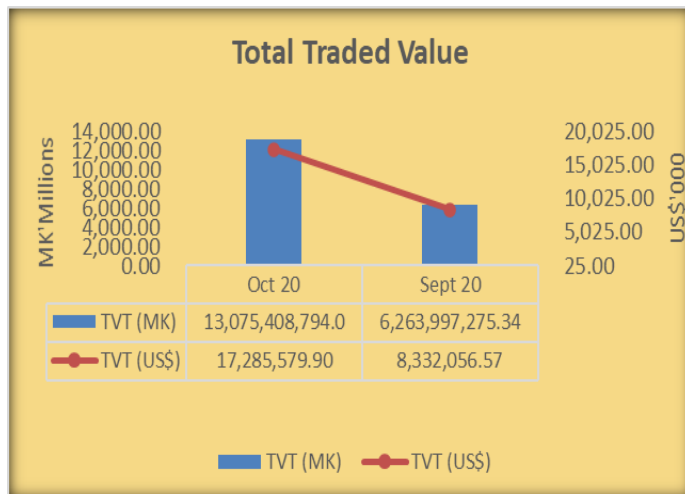
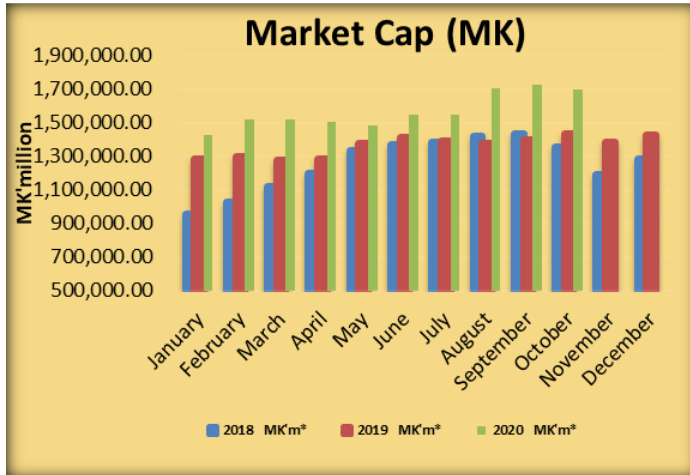
The turnover velocity measured by the ratio of Total Value of Trades to Market Capitalisation (**TVT/MCAP***), an indicator of the liquidity of assets traded on the market, in October 2020 was recorded at 0.77%, higher than 0.36% registered in September 2020. The ratio of Total Value of Trades to Gross Domestic Product (**TVT/GDP**) recorded a liquidity level of 0.19% in October 2020 while during the previous month, September 2020, liquidity was at 0.09%.

Market capitalization as a percentage of GDP was at 24.51% in October 2020 and 24.86% in September 2020.



MALAWI STOCK EXCHANGE

2. MARKET PERFORMANCE



3. COMPANY TRADING PERFORMANCE

A. Top gainers: Two
counters registered
capital gains

MSE CODE	ISIN	COUNTER NAME	% GAIN
NICO	MWNICO0010014	NICO Holdings plc	8.33 ▲
NBS	MWNBS0010101	NBS Bank plc	7.77 ▲

B. Top Losers: Ten
counters registered
capital losses

MSE CODE	ISIN	COUNTER NAME	% LOSS
SUNBIRD	MWSTL0010085	Sunbird Tourism plc	-12.50
FMBCH	MWFMB0010138	FMB Capital Holdings plc	-8.29
TNM	MWTNM0010126	Telekom Networks Malawi plc	-4.86
AIRTEL	MWAIRT001156	Airtel Malawi plc	-3.50
ICON	MWICON001146	ICON Properties plc	-1.52

C. Top 5 Volume
Leaders

MSE CODE	ISIN	COUNTER NAME	SHARES	% of Total
TNM	MWTNM0010126	Telekom Networks Malawi plc	242,441,692	36.73
FMBCH	MWFMB0010138	FMB Capital Holdings plc	233,159,025	35.33
FDHB	MWFDHB001166	FDH Bank plc	149,205,406	22.61
ICON	MWICON001146	ICON Properties plc	16,037,372	2.43
NBS	MWNBS0010101	NBS Bank plc	12,139,284	1.84

D. Top 5 Value
Leaders

MSE CODE	ISIN	COUNTER NAME	VALUE	% of Total
FMBCH	MWFMB0010138	FMB Capital Holdings plc	5,132,354,126.00	39.25
TNM	MWTNM0010126	Telekom Networks Malawi plc	4,844,065,600.94	37.05
FDHB	MWFDHB001166	FDH Bank plc	1,790,464,604.00	13.69
PCL	MWPCL0010053	Press Corporation plc	427,447,383.64	3.27
NBS	MWNBS0010101	NBS Bank plc	239,864,374.65	1.83

3. COMPANY TRADING PERFORMANCE



MALAWI STOCK EXCHANGE

Symbol	Open	High	Low	Close	Price Δ	Volume	Value	Trades Count	Market Capitalization
AIRTEL	30.00	30.00	28.95	28.95	-3.50%	1,067,046	30,955,017.25	33	318,450,000,000.00
BHL	12.94	12.94	12.94	12.94	0.00%	0	0.00	0	10,866,374,122.70
FDHB	12.06	12.00	11.98	12.00	-0.50%	149,205,406	1,790,464,604.00	33	82,812,375,000.00
FMBCH	24.00	24.00	22.00	22.01	-8.29%	233,159,025	5,132,354,126.00	13	54,106,082,500.00
ICON	12.49	12.49	12.30	12.30	-1.52%	16,037,372	197,263,665.60	6	82,164,000,000.00
ILLOVO	80.50	80.50	80.50	80.50	0.00%	606	48,783.00	1	57,432,273,475.50
MPICO	24.00	24.00	23.93	23.93	-0.29%	2,037	48,745.41	1	54,992,275,717.80
NBM	618.75	618.75	617.70	617.70	-0.17%	50,291	31,114,527.60	15	288,423,734,562.60
NBS	19.44	21.00	20.00	20.95	7.77%	12,139,284	239,864,374.65	38	60,976,511,808.20
NICO	48.00	52.00	47.98	52.00	8.33%	3,351,963	165,478,343.00	29	54,238,136,992.00
NITL	94.98	94.98	94.97	94.97	-0.01%	2,106,501	200,063,600.00	22	12,820,950,000.00
OMU	2,199.99	2,199.99	2,199.98	2,199.98	0.00%	1,000	2,199,980.00	1	33,796,589,955.48
PCL	1,343.99	1,343.99	1,343.99	1,343.99	0.00%	400,036	427,447,383.64	4	161,622,619,521.80
STANDARD	851.00	851.01	851.00	851.00	0.00%	16,441	13,991,323.00	7	199,702,605,862.00
SUNBIRD	120.00	120.00	105.00	105.00	-12.50%	464	48,720.00	1	27,466,170,900.00
TNM	21.00	21.00	19.90	19.98	-4.86%	242,441,692	4,844,065,600.94	33	200,608,191,000.00
Total						659,979,164	13,075,408,794.09	237	1,700,478,891,418.08



4. BOND TRADING SUMMARY

There were 5 Corporate Medium Term Notes by MyBucks Banking Corporation and 23 Malawi Government Treasury Notes with a total nominal value of MK916,585,046,576.00. There were no trades registered on the 28 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
TN02YR060829	100.0000	100.0000	89.3564	89.3564	0	0.0000	0	24,146,600,000.00
TN02YR081021	100.0000	100.0000	96.2465	96.2465	0	0.0000	0	20,645,602,000.00
TN02YR210523	100.0000	100.0000	93.2903	93.2903	0	0.0000	0	55,366,500,000.00
TN02YR310121	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	23,791,253,000.00
TN03YR071122	100.0000	100.0000	95.7335	95.7335	0	0.0000	0	54,305,586,000.00
TN03YR100921	100.0000	100.0000	84.2591	84.2591	0	0.0000	0	49,078,500,000.00
TN03YR111021	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	13,776,000,000.00
TN03YR180626	100.0000	100.0000	87.5514	87.5514	0	0.0000	0	32,891,200,000.00
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
TN05YR051221	100.0000	100.0000	86.2716	86.2716	0	0.0000	0	63,097,328,000.00
TN05YR070528	100.0000	100.0000	81.0399	81.0399	0	0.0000	0	125,981,188,000.00
TN05YR221123	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	39,105,000,000.00
TN05YR230726	100.0000	100.0000	77.4237	77.4237	0	0.0000	0	36,495,000,000.00
TN07YR040628	100.0000	100.0000	76.3317	76.3317	0	0.0000	0	78,959,700,000.00
TN07YR090128	100.0000	100.0000	76.7700	76.7700	0	0.0000	0	16,239,700,000.00
TN07YR150826	100.0000	100.0000	87.9849	87.9849	0	0.0000	0	18,811,414,000.00
TN07YR200826	100.0000	100.0000	73.8329	73.8329	0	0.0000	0	33,927,070,000.00
TN07YR271225	100.0000	100.0000	100.0000	100.0000	0	0.0000	0	48,087,041,000.00
TN10YR120929	100.0000	100.0000	88.4233	88.4233	0	0.0000	0	19,447,360,000.00
TN10YR170933	100.0000	100.0000	71.7006	71.7006	0	0.0000	0	15,975,000,000.00
TN10YR230430	100.0000	100.0000	73.0590	73.0590	0	0.0000	0	5,960,000,000.00
Total					0	0.0000		916,585,046,576.00

5. ECONOMIC REVIEW



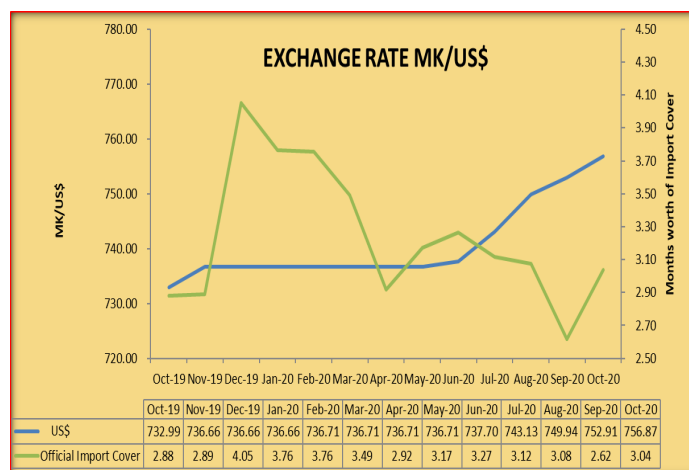
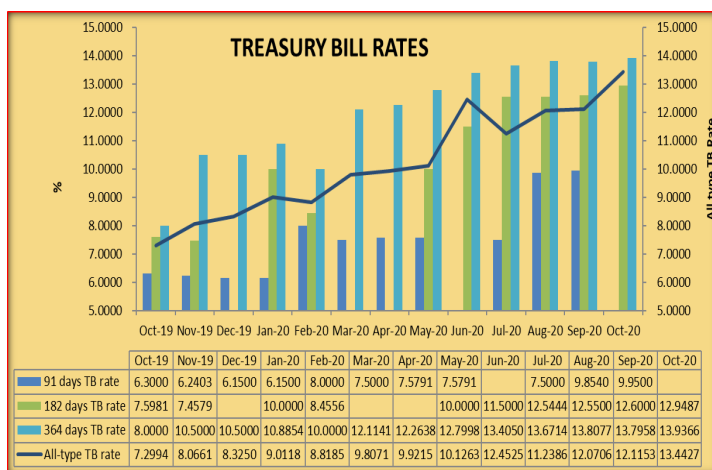
MALAWI STOCK EXCHANGE

Interest Rates

During the period under review, the yields on the 182 days and the 364 days T-bills inched upwards by 0.3487% from 12.6000% to 12.9487% and by 0.1408% from 13.7958% to 13.9366% respectively. There were no applications for the 91 days T-bills.

Exchange Rates

The Kwacha marginally depreciated against the United States Dollar by 0.53% in the period under review. Gross official reserves were at 3.04 months worth of import cover on 31 October 2020 from 2.62 months worth of import cover in September 2020.

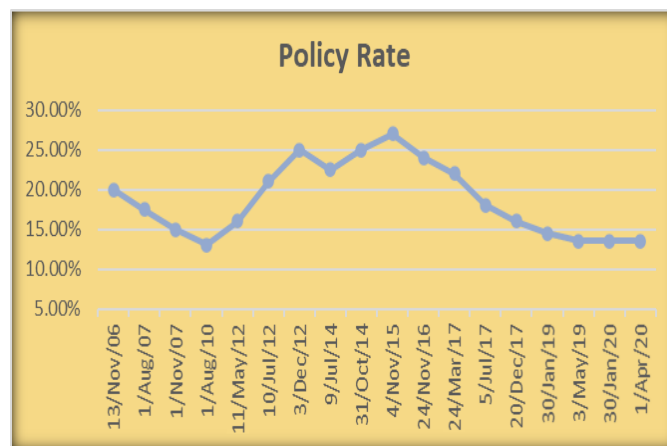
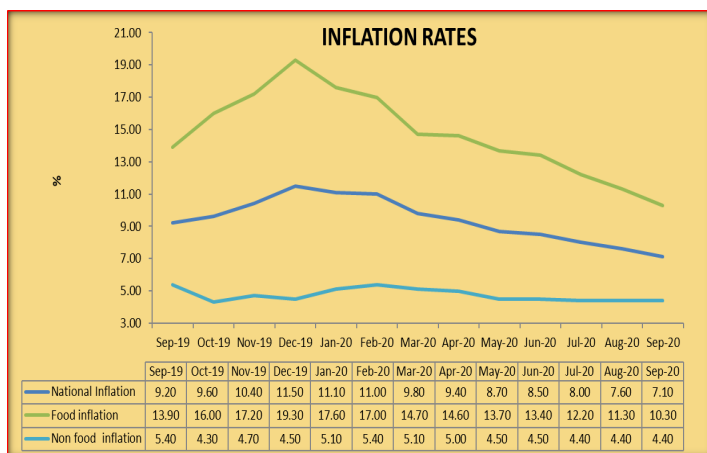


Inflation Rates

Headline inflation eased by 0.5 percentage points from 7.6% in August, 2020 to 7.1% in September, 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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