

MONTHLY MARKET REPORT

NOVEMBER 2020

MALAWI STOCK EXCHANGE
Phone: 01 624 233. Fax: 01 623 636. email: mse@mse-mw.com

WELCOME TO

Old Reserve Bank Building, Victoria Avenue
P/Bag 270
Blantyre
Malawi

Telephone: (265) 01 824 233; Fax: (265) 01 823 636
E-mail: info@mse-mw.com
Website: www.mse.co.mw

Malawi's global portal

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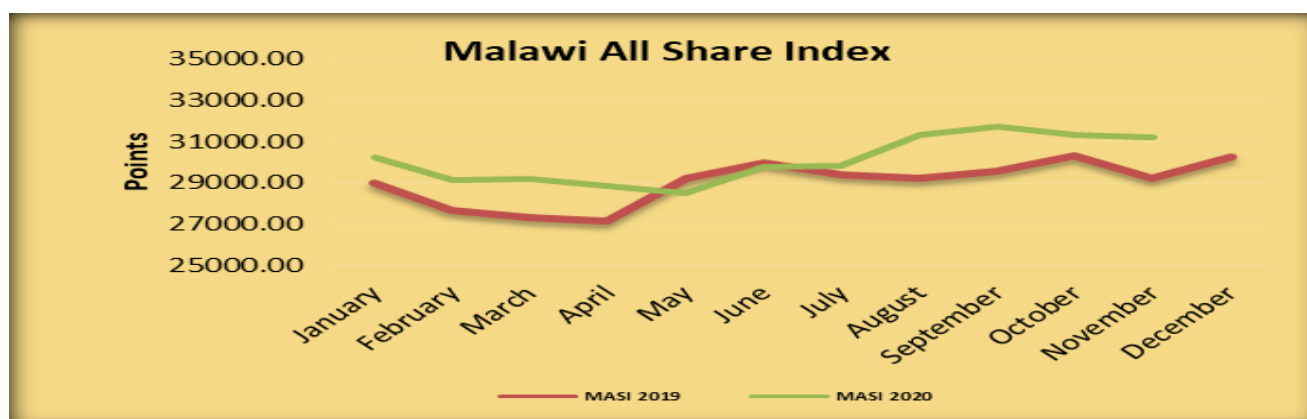
1. TRADING SUMMARY

The market was marginally bearish as it registered a negative month-on-month return on index of **-0.25%** (**-0.64%** in US\$ terms), **3.22%** YTD. It also registered a decrease in both total traded volume of shares and value.

There were no trades on the listed debt securities.

Index Levels and Return – November 2020

INDEX	November 2020	October 2020	% Monthly Δ 2020	% Monthly Δ 2019	% Δ YTD. 2020
MASI	31225.08	31303.78	-0.25	-3.72	3.22 ▲
DSI	26717.15	26787.57	-0.26	-3.33	13.21 ▲
FSI	1362.89	1362.39	0.04 ▲	-5.80	-66.14



	November 2020	October 2020	Monthly % Δ	November 2019	Y-O-Y % Δ
Traded Value (MK)	3,183,659,610.28	13,075,408,794.09	-75.65	7,012,268,671.68	-54.60
Traded Value (US\$)	3,996,487.60	17,285,579.90	-76.88	10,113,211.95	-60.48
Traded Vol. Shares	22,670,196	659,979,164	-96.57	342,696,807	-93.38
No. of Transactions	223	237	-5.91	307	-27.36
Index Close (MASI)	31225.08	31303.78	-0.25	29215.33	6.88 ▲
Listed Debt Securities	28	28		14	
Traded Debt Securities	00	00		00	
Listed companies	16	16		14	
Traded Companies	13	15		11	
Not Traded Companies	03	01		01	
Gainers	03	02		01	
Decliners	06	10		02	
Unchanged	04	03		10	

2. MARKET PERFORMANCE

A. Trade Performance Analysis

The market transacted a total of 22,670,196 shares at a total consideration of MK3,183,659,610.28 (US\$3,996,487.60) in 223 trades. In the previous month of October 2020, 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. This reflects a **96.57%** decrease in terms of share volume traded and a **75.65%** (**76.88%** in US Dollar terms) decrease in share value traded. Of the total volume of shares traded, 800,000 PCL shares were traded as negotiated deals.

Daily average share trades exhibited similar trends where the market registered an average daily volume of 1,079,533 shares compared to 31,427,579 shares traded in October 2020, reflecting a decrease of **96.57%**.

The average daily turnover for November 2020 was MK151,602,838.58 (US\$190,308.93) compared to MK622,638,514.00 (US\$823,122.85) in October 2020, reflecting a decrease of **75.65%** (**76.88%** 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 31303.78 points registered in October 2020 to 31225.08 points registered in November 2020, giving a month-on-month return on index of **-0.25%** (**-0.64%** in US\$ terms). The price gains registered by FDHB(10.75%), PCL(4.06%) and FMBCH(0.05%) were not enough to offset share price losses registered by MPICO(3.93%), AIRTEL(3.28%), TNM(3.15%), NBS(0.19%), ICON(0.08%) and NBM(0.003%) resulting into a downward movement of the Malawi All Share Index. The Domestic and Foreign Share Indices closed at 26717.15 and 1362.89 points respectively.

Market capitalization decreased in both Malawi Kwacha and United States dollar terms from MK1,700,452.27 million (US\$2,246.68 million) to MK1,696,893.16 million (US\$2,233.21 million).

C. Market Liquidity

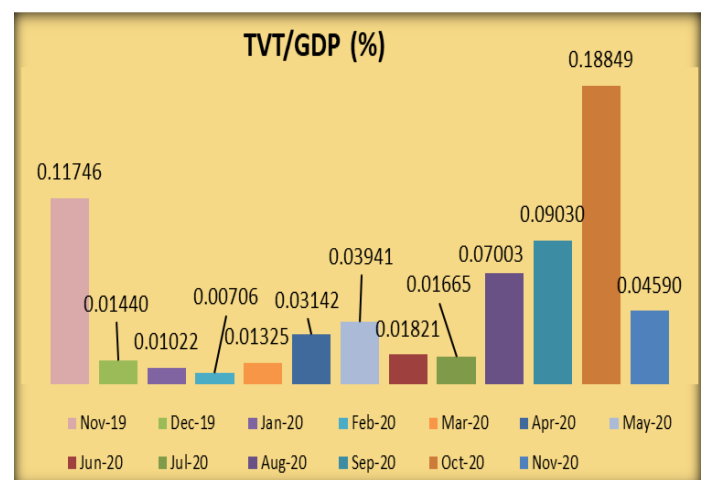
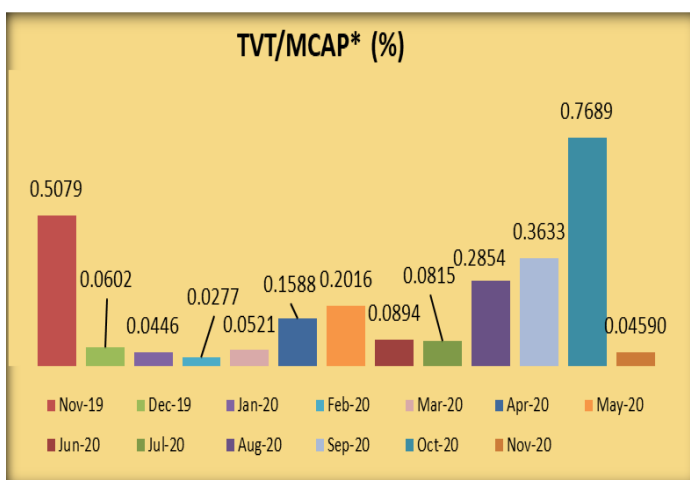
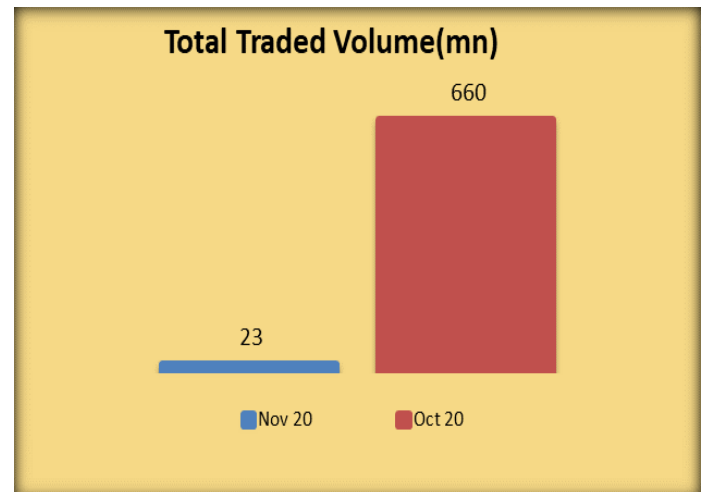
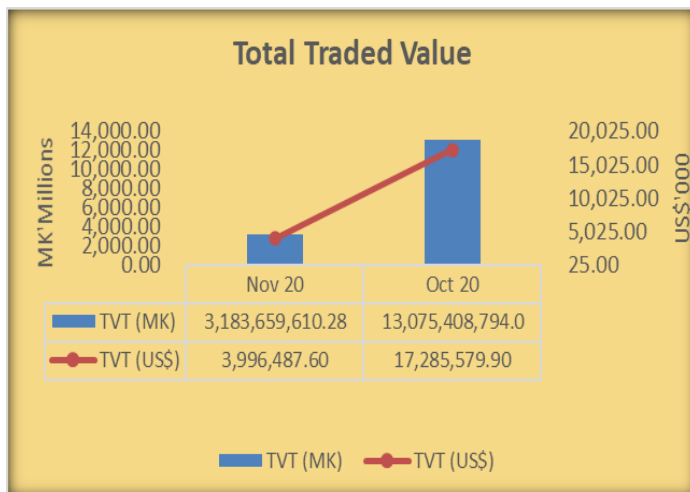
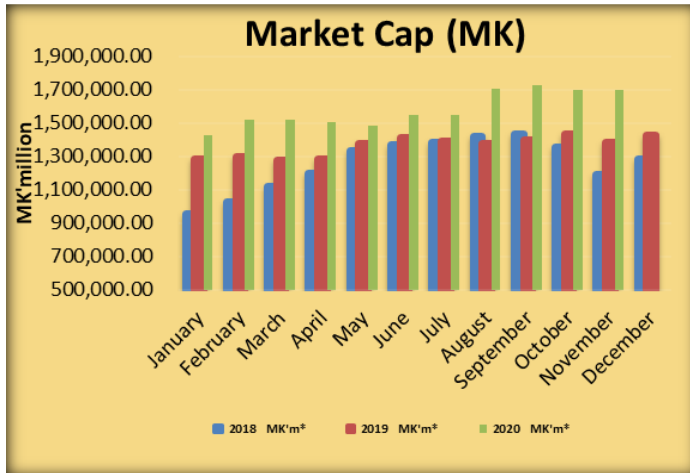
The turnover velocity measured by the ratio of Total Value of Trades to Market Capitalisation (**TVT/MCAP***), an indicator of the liquidity of assets traded on the market, in November 2020 was recorded at 0.19%, lower than 0.77% registered in October 2020. The ratio of Total Value of Trades to Gross Domestic Product (**TVT/GDP**) recorded a liquidity level of 0.05% in November 2020 while during the previous month, October 2020, liquidity was at 0.19%.

Market capitalization as a percentage of GDP was at 24.46% in November 2020 and 24.51% in October 2020.



MALAWI STOCK EXCHANGE

2. MARKET PERFORMANCE



3. COMPANY TRADING PERFORMANCE

A. Top gainers: Three counters registered capital gains

MSE CODE	ISIN	COUNTER NAME	% GAIN
FDHB	MWFDHB001166	FDH Bank plc	10.75 ▲
PCL	MWPCL0010053	Press Corporation plc	4.06 ▲
FMBCH	MWFMB0010138	FMB Capital Holdings plc	0.05 ▲

B. Top Losers: Six counters registered capital losses

MSE CODE	ISIN	COUNTER NAME	% LOSS
MPICO	MWMPIC0010116	MPICO plc	-3.93
AIRTEL	MWAIRT001156	Airtel Malawi plc	-3.28
TNM	MWTNM0010126	Telekom Networks Malawi plc	-3.15
NBS	MWNBS0010101	NBS Bank plc	-0.19
ICON	MWICON001146	ICON Properties plc	-0.08

C. Top 5 Volume Leaders

MSE CODE	ISIN	COUNTER NAME	SHARES	% of Total
ICON	MWICON001146	ICON Properties plc	12,468,118	55.00
PCL	MWPCL0010053	Press Corporation plc	2,247,667	9.91
NBS	MWNBS0010101	NBS Bank plc	1,532,552	6.76
AIRTEL	MWAIRT001156	Airtel Malawi plc	1,132,234	4.99
FDHB	MWFDHB001166	FDH Bank plc	899,424	3.97

D. Top 5 Value Leaders

MSE CODE	ISIN	COUNTER NAME	VALUE	% of Total
PCL	MWPCL0010053	Press Corporation plc	2,679,045,000.00	84.15
ICON	MWICON001146	ICON Properties plc	153,147,244.00	4.81
NITL	MWNITL0010085	National Investment Trust plc	84,864,150.00	2.67
STANDARD	MWSTD0010041	Standard Bank plc	70,991,796.00	2.23
FMBCH	MWFMB0010138	FMB Capital Holdings plc	45,473,725.04	1.43

3. COMPANY TRADING PERFORMANCE



MALAWI STOCK EXCHANGE

Symbol	Open	High	Low	Close	Price Δ	Volume	Value	Trades Count	Market Capitalization
AIRTEL	28.95	28.95	28.00	28.00	-3.28%	1,132,234	31,702,552.00	33	308,000,000,000.00
BHL	12.94	12.94	12.94	12.94	0.00%	0	0.00	0	10,866,374,122.70
FDHB	12.00	13.50	11.99	13.29	10.75%	899,424	11,167,588.00	25	91,714,705,312.50
FMBCH	22.01	22.02	22.01	22.02	0.05%	2,066,022	45,473,725.04	12	54,130,665,000.00
ICON	12.30	12.30	12.00	12.29	-0.08%	12,468,118	153,147,244.00	27	82,097,200,000.00
ILLOVO	80.50	80.50	80.50	80.50	0.00%	1,041	83,800.50	1	57,432,273,475.50
MPICO	23.93	23.93	22.99	22.99	-3.93%	106,863	2,456,780.37	2	52,832,111,105.40
NBM	617.70	617.70	617.65	617.68	0.00%	37,892	23,405,372.00	19	288,414,395,927.84
NBS	20.95	21.00	20.91	20.91	-0.19%	1,532,552	32,099,892.61	29	60,860,088,873.96
NICO	52.00	52.00	52.00	52.00	0.00%	793,983	41,287,114.00	14	54,238,136,992.00
NITL	94.97	94.97	94.97	94.97	0.00%	893,589	84,864,150.00	2	12,820,950,000.00
OMU	2,199.98	2,199.98	2,199.98	2,199.98	0.00%	0	0.00	0	33,848,597,482.68
PCL	1,343.99	1,545.58	1,276.79	1,398.57	4.06%	2,247,667	2,679,045,000.00	19	168,186,182,177.40
STANDARD	851.00	851.00	850.00	851.00	0.00%	83,423	70,991,796.00	11	199,702,605,862.00
SUNBIRD	105.00	105.00	105.00	105.00	0.00%	0	0.00	0	27,466,170,900.00
TNM	19.98	19.85	19.35	19.35	-3.15%	407,388	7,934,595.76	29	194,282,707,500.00
Total						22,670,196	3,183,659,610.28	223	1,696,893,164,731.98



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

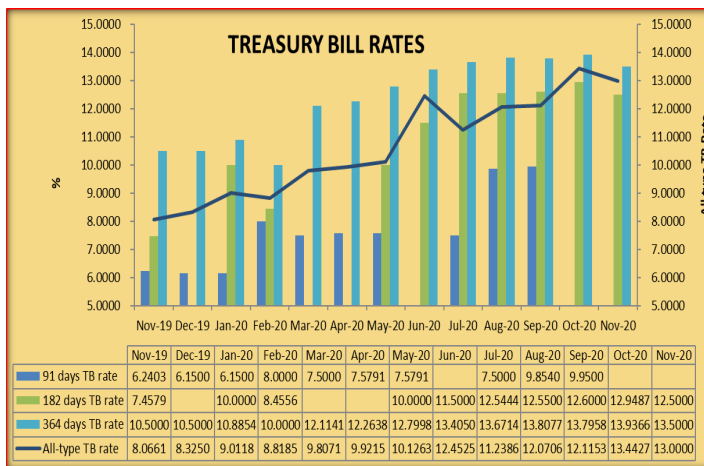
5. ECONOMIC REVIEW



MALAWI STOCK EXCHANGE

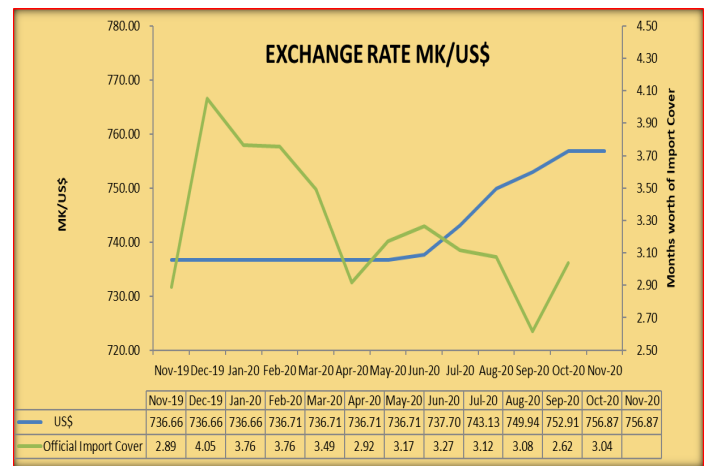
Interest Rates

During the period under review, the yields on the 182 days and the 364 days T-bills fell by 0.4487% from 12.9487% to 12.5000% and by 0.4366% from 13.9366% to 13.5000% respectively. There were no applications for the 91 days T-bills.



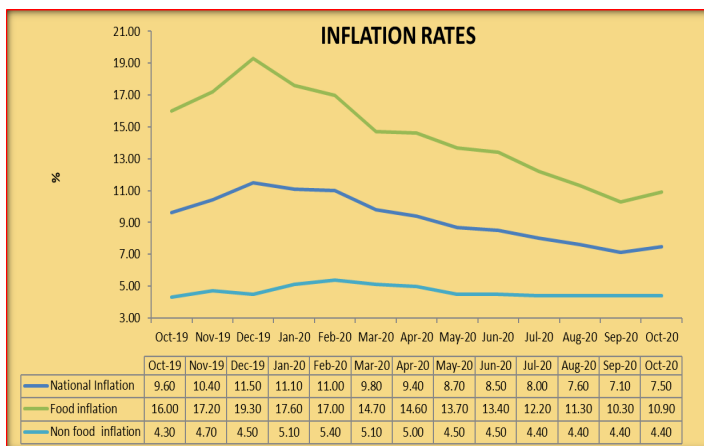
Exchange Rates

The Kwacha marginally depreciated against the United States Dollar by 0.91% 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.



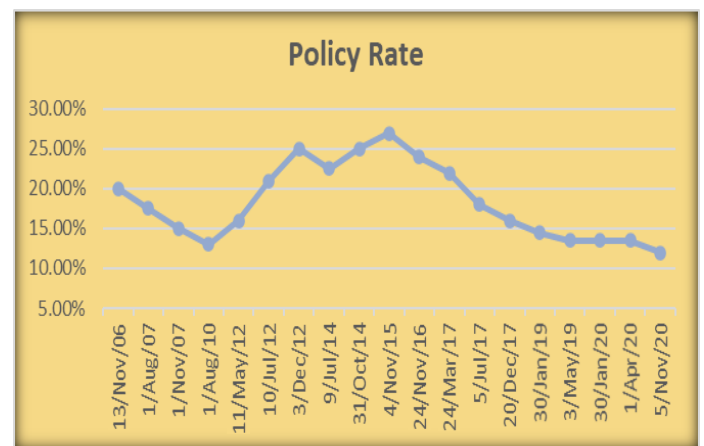
Inflation Rates

Headline inflation inched upwards by 0.4 percentage points from 7.1% in September, 2020 to 7.5% in October, 2020.



Monetary Policy Rate

The Monetary Policy Committee at its meeting held 04 and 05 November 2020 reduced the policy rate from 13.5% to 12%.



CONTACTS AND ADDRESSES OF MSE STOCK BROKERS

Stockbrokers Malawi Limited
NBM Business Complex
P.O Box 31180
Blantyre
Tel: +265 1 836 213
Fax: +265 1 824 353
Email: sml@smlmw.com

Continental Capital Limited
1st Floor, Ulimi House
P.O Box 1444
Blantyre
Tel: +265 1 830 638
Email: capital@continental.mw
capital@cdh-malawi.com

Cedar Capital Ltd (Formerly African Alliance Securities)
4th Floor, Livingstone Towers
P.O Box 3340
Blantyre
Tel: +265 1 831 995
Fax: +265 1 831 859
Email: kamphonia@cedarcapital.mw

Alliance Stockbrokers Limited
Old Air Malawi Building
P.O Box 510
Blantyre
Tel: +265 1 830 704
Email: asl@aclmw.com