

# MONTHLY MARKET REPORT

## FEBRUARY 2021



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MALAWI STOCK EXCHANGE

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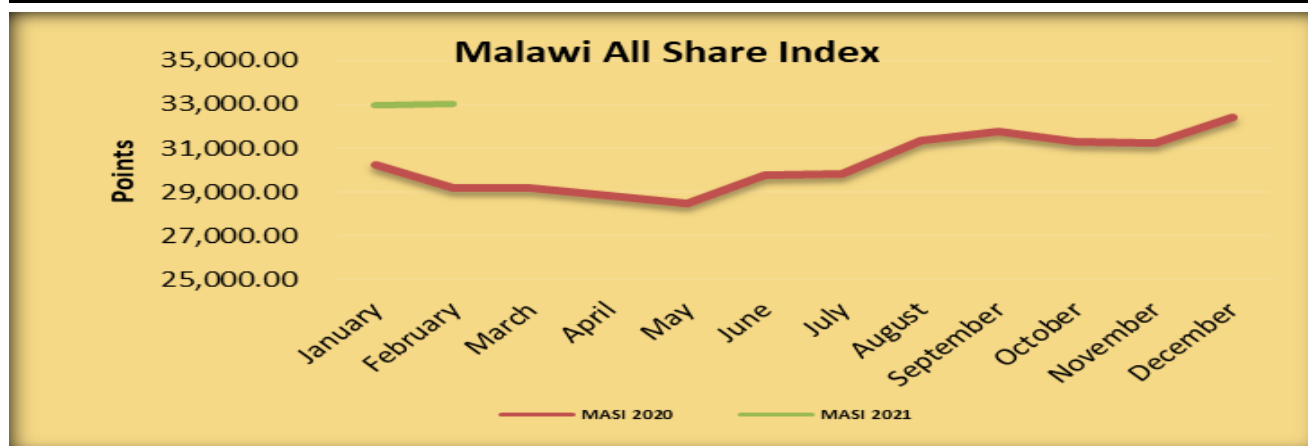
## 1. TRADING SUMMARY

The market was marginally bullish as it registered a positive month-on-month return on index of 0.06% (-1.08% in US\$ terms), 13.19% on a year-on-year basis. It also, registered an increase in both total traded volume of shares and value during the month under review.

There were no trades on the 27 listed debt securities.

### Index Levels and Return – February 2021

INDEX	February 2021	January 2021	% Monthly Δ 2021	% Monthly Δ 2020	% Δ YTD. 2021
MASI	33009.75	32988.58	0.06 ▲	0.64 ▲	1.90 ▲
DSI	28108.19	28090.02	0.06 ▲	2.63 ▲	1.27 ▲
FSI	1614.45	1613.58	0.05 ▲	-13.69	18.37 ▲



	February 2021	January 2021	Monthly % Δ	February 2020	Y-O-Y %Δ
Traded Value (MK)	438,930,171.04	62,754,084.91	599.44 ▲	421,390,547.14	4.16 ▲
Traded Value (US\$)	564,016.88	81,211.68	594.50 ▲	572,007.77	-1.40
Traded Vol. Shares	12,052,809	2,280,928	428.42 ▲	14,722,356	-18.13
No. of Transactions	178	147	21.09 ▲	268	-33.58
Index Close (MASI)	33009.75	32988.58	0.06 ▲	29162.28	13.19 ▲
Listed Debt Securities	27	28		13	
Traded Debt Securities	00	00		00	
Listed companies	16	16		15	
Traded Companies	14	12		14	
Not Traded Companies	02	04		01	
Gainers	04	02		06	
Decliners	08	07		03	
Unchanged	02	03		05	

## 2. MARKET PERFORMANCE

### A. Trade Performance Analysis

The market transacted a total of 12,052,809 shares at a total consideration of MK438,930,171.04 (US\$564,016.88) in 178 trades. In the previous month of January 2021, the market transacted a total of 2,280,928 shares at a total consideration of MK62,754,084.91 (US\$81,211.68) in 147 trades. This reflects a **428.42%** increase in terms of share volume traded and a **599.44%** (**594.50%** in US Dollar terms) increase in share value traded.

Daily average share trades exhibited similar trends where the market registered an average daily volume of 602,640 shares compared to 114,046 shares traded in January 2021, reflecting an increase of **428.42%**.

The average daily turnover for February 2021 was MK21,946,508.55 (US\$28,200.84) compared to MK3,137,704.25 (US\$4,060.58) in January 2021, reflecting a decrease of **599.44%** (**594.50%** 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 32988.58 points registered in January 2021 to 33009.75 points registered in February 2021, giving a month-on-month return on index of **0.06%** (**-1.08%** in US\$ terms). The price gains registered by FDHB(14.88%), FMBCH(0.07%), STANDARD(0.0025%) and NBM (0.0015%) were enough to offset share price losses registered by PCL(8.36%), ICON (0.33%), MPICO(0.29%), NBS(0.10%), TNM(0.05%), OMU(0.04%), NICO(0.04%) and NITL(0.01%) resulting into an upward movement of the Malawi All Share Index. The Domestic and Foreign Share Indices closed at 28108.19 and 1614.45 points respectively.

Market capitalization increased in Malawi Kwacha terms from MK1,792,930.12 million to MK1,794,234.77 million. Market capitalization however, decreased in United States dollar terms from US\$2,320.28 million to US\$2,295 million as a result of the marginal depreciation of the Malawi Kwacha under the review period.

### C. Market Liquidity

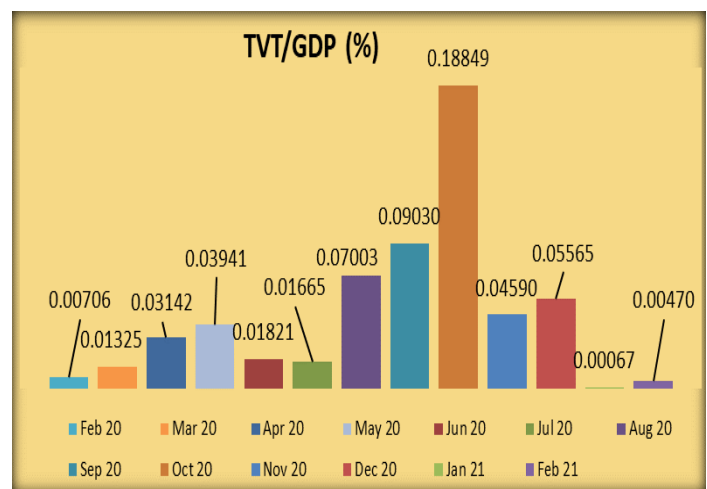
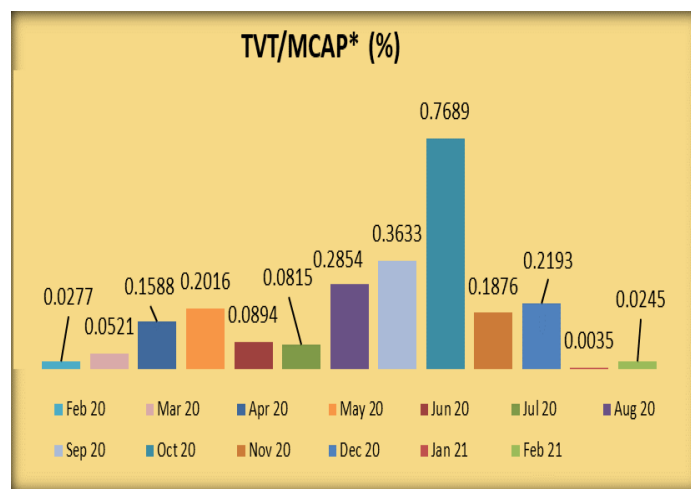
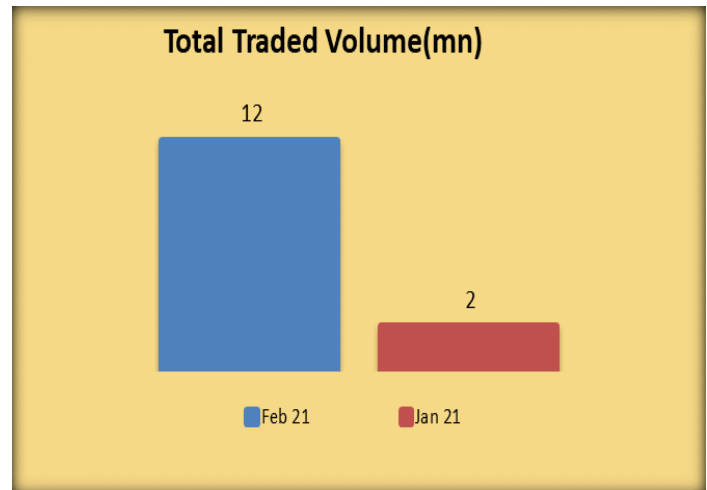
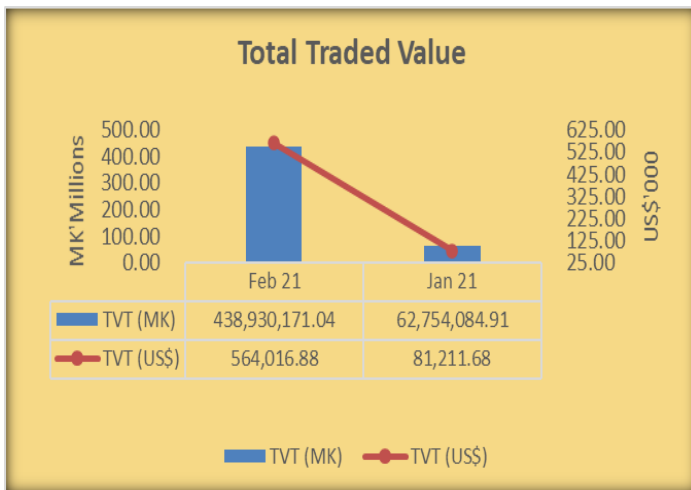
The turnover velocity measured by the ratio of Total Value of Trades to Market Capitalisation (**TVT/MCAP\***), an indicator of the liquidity of assets traded on the market, in February 2021 was recorded at 0.0245%, higher than 0.0035% registered in January 2021. The ratio of Total Value of Trades to Gross Domestic Product (**TVT/GDP**) recorded a liquidity level of 0.005% in February 2021 while during the previous month, January 2021, liquidity was at 0.0007%.

Market capitalization as a percentage of GDP was at 19.22% in February 2021 and 19.21% in January 2021.

## 2. MARKET PERFORMANCE



MALAWI STOCK EXCHANGE



### 3. COMPANY TRADING PERFORMANCE

A. Top gainers: Four counters registered capital gains

MSE CODE	ISIN	COUNTER NAME	% GAIN
FDHB	MWFDHB001166	FDH Bank plc	14.88 ▲
FMBCH	MWFMB0010138	FMB Capital Holdings plc	0.07 ▲
STANDARD	MWSTD0010041	Standard Bank of Malawi plc	0.0025 ▲
NBM	MWNB0010074	National Bank of Malawi plc	0.0015 ▲

B. Top Losers: Eight counters registered capital losses

MSE CODE	ISIN	COUNTER NAME	% LOSS
PCL	MWPCL0010053	Press Corporation plc	-8.36
ICON	MWICON001146	ICON Properties plc	-0.33
MPICO	MWMPI0010116	MPICO plc	-0.29
NBS	MWNBS0010101	NBS Bank plc	-0.10
TNM	MWTNM0010126	Telekom Networks Malawi plc	-0.05

C. Top 5 Volume Leaders

MSE CODE	ISIN	COUNTER NAME	SHARES	% of Total
NBS	MWNBS0010101	NBS Bank plc	4,393,983	36.46
AIRTEL	MWAIRT001156	Airtel Malawi plc	3,687,020	30.59
NICO	MWNICO0010014	NICO Holdings plc	1,535,889	12.74
FDHB	MWFDHB001166	FDH Bank plc	1,312,682	10.89
FMBCH	MWFMB0010138	FMB Capital Holdings plc	477,926	3.97

D. Top 5 Value Leaders

MSE CODE	ISIN	COUNTER NAME	VALUE	% of Total
AIRTEL	MWAIRT001156	Airtel Malawi plc	103,160,797.26	23.50
NBS	MWNBS0010101	NBS Bank plc	89,859,357.60	20.47
NBM	MWNB0010074	National bank of Malawi plc	86,314,185.00	19.66
NICO	MWNICO0010014	NICO Holdings plc	79,835,518.61	18.19
FDHB	MWFDHB001166	FDH Bank plc	20,319,582.08	4.63



### 3. COMPANY TRADING PERFORMANCE



MALAWI STOCK EXCHANGE

Symbol	Open	High	Low	Close	Price Δ	Volume	Value	Trades Count	Market Capitalization
AIRTEL	27.98	28.00	27.97	27.98	0.00%	3,687,020	103,160,797.26	50	307,780,000,000.00
BHL	11.00	11.00	11.00	11.00	0.00%	0	0.00	0	9,237,257,755.00
FDHB	14.45	16.60	14.43	16.60	14.88%	1,312,682	20,319,582.08	19	114,557,118,750.00
FMBCH	27.08	27.10	27.08	27.10	0.07%	477,926	12,945,262.00	7	66,618,575,000.00
ICON	12.24	12.24	12.20	12.20	-0.33%	133,300	1,626,260.00	3	81,496,000,000.00
ILLOVO	80.47	80.47	80.47	80.47	0.00%	0	0.00	0	57,410,870,143.77
MPICO	20.99	20.99	20.93	20.93	-0.29%	283,128	5,928,629.48	4	48,098,133,337.80
NBM	650.00	650.01	650.00	650.01	0.00%	132,791	86,314,185.00	28	303,510,299,017.38
NBS	20.47	20.47	20.44	20.45	-0.10%	4,393,983	89,859,357.60	29	59,521,225,130.20
NICO	52.00	52.00	51.98	51.98	-0.04%	1,535,889	79,835,518.61	12	54,217,276,170.08
NITL	94.95	94.95	94.94	94.94	-0.01%	10,000	949,400.00	1	12,816,900,000.00
OMU	2,199.98	2,199.98	2,199.00	2,199.00	-0.04%	8,051	17,712,018.00	2	34,933,753,800.00
PCL	1,309.47	1,309.47	1,199.96	1,199.96	-8.36%	12,918	15,501,105.64	7	144,302,173,767.20
STANDARD	1,200.00	1,200.03	1,200.00	1,200.03	0.00%	2,814	3,376,851.91	8	281,608,834,444.86
SUNBIRD	90.00	90.00	89.99	90.00	0.00%	2,740	246,595.00	3	23,542,432,200.00
TNM	19.39	19.39	19.38	19.38	-0.05%	59,567	1,154,608.46	5	194,583,921,000.00
<b>Total</b>						<b>12,052,809</b>	<b>438,930,171.04</b>	<b>178</b>	<b>1,794,234,770,516.29</b>

## 4. BOND TRADING SUMMARY

In the period under review, there were 5 Corporate Medium Term Notes by MyBucks Banking Corporation and 23 Malawi Government Treasury Notes.

There were no trades registered on the 28 listed debt securities. However, one Government Treasury Note with a nominal value of MK3,000,000,000.00 matured on 22 February leaving the total number of listed debt securities at 27 with a total nominal value of MK828,134,113,576.00.

Symbol	Open	High	Low	Close	Price Δ	Volume	Value	Trades Count	Nominal Value
NFB01	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.00	0	1,000,000,000.00
NFB02	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.00	0	3,000,000,000.00
NFB03	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.00	0	50,000,000.00
NFB04	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.00	0	6,000,000,000.00
NFB05	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.00	0	2,350,767,576.00
TN02YR060829	89.3564	89.3564	89.3564	89.3564	0.00%	0	0.00	0	24,146,600,000.00
TN02YR081021	96.2465	96.2465	96.2465	96.2465	0.00%	0	0.00	0	20,645,602,000.00
TN02YR210523	93.2903	93.2903	93.2903	93.2903	0.00%	0	0.00	0	55,366,500,000.00
TN03YR071122	95.7335	95.7335	95.7335	95.7335	0.00%	0	0.00	0	54,305,586,000.00
TN03YR100921	84.2591	84.2591	84.2591	84.2591	0.00%	0	0.00	0	49,078,500,000.00
TN03YR111021	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.00	0	13,776,000,000.00
TN03YR180626	87.5514	87.5514	87.5514	87.5514	0.00%	0	0.00	0	32,891,200,000.00
TN03YR220221	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.00	0	3,000,000,000.00
TN03YR270622	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.00	0	37,867,549,000.00
TN03YR270821	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.00	0	22,570,008,000.00
TN05YR051221	86.2716	86.2716	86.2716	86.2716	0.00%	0	0.00	0	63,097,328,000.00
TN05YR070528	81.0399	81.0399	81.0399	81.0399	0.00%	0	0.00	0	125,981,188,000.00
TN05YR221123	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.00	0	39,105,000,000.00
TN05YR230726	77.4237	77.4237	77.4237	77.4237	0.00%	0	0.00	0	36,495,000,000.00
TN07YR040628	76.3317	76.3317	76.3317	76.3317	0.00%	0	0.00	0	78,959,700,000.00
TN07YR090128	76.7700	76.7700	76.7700	76.7700	0.00%	0	0.00	0	16,239,700,000.00
TN07YR150826	87.9849	87.9849	87.9849	87.9849	0.00%	0	0.00	0	18,811,414,000.00
TN07YR200826	73.8329	73.8329	73.8329	73.8329	0.00%	0	0.00	0	33,927,070,000.00
TN07YR271225	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.00	0	48,087,041,000.00
TN10YR120929	88.4233	88.4233	88.4233	88.4233	0.00%	0	0.00	0	19,447,360,000.00
TN10YR170933	71.7006	71.7006	71.7006	71.7006	0.00%	0	0.00	0	15,975,000,000.00
TN10YR230430	73.0590	73.0590	73.0590	73.0590	0.00%	0	0.00	0	5,960,000,000.00
<b>Total</b>						<b>0</b>	<b>0.00</b>	<b>0</b>	<b>828,134,113,576.00</b>



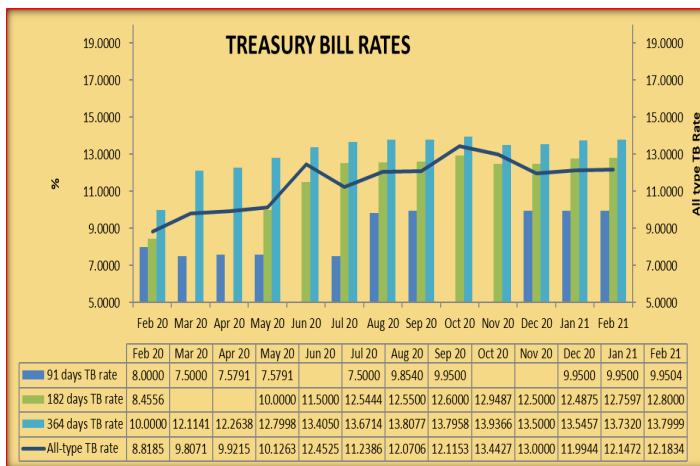
## 5. ECONOMIC REVIEW



MALAWI STOCK EXCHANGE

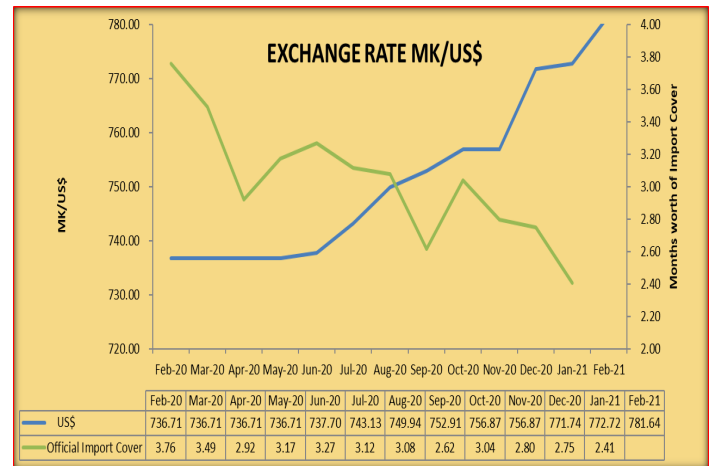
### Interest Rates

During the period under review, the 91 days Tbill, the 182 and the 364 days Tbills inched upwards by 0.0004% from 9.9500% to 9.9504%, by 0.0403% from 12.7597% to 12.8000% and by 0.0679% from 13.7320% to 13.7999% respectively.



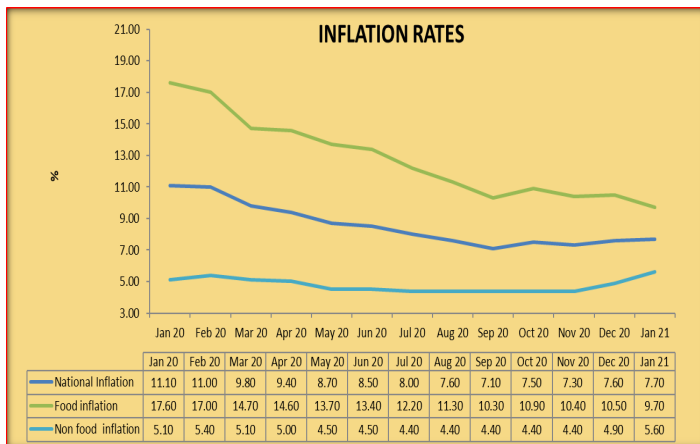
### Exchange Rates

The Kwacha marginally depreciated against the United States Dollar by 0.76% in the period under review. Gross official reserves were at 2.41 months worth of import cover on 31 January 2021.



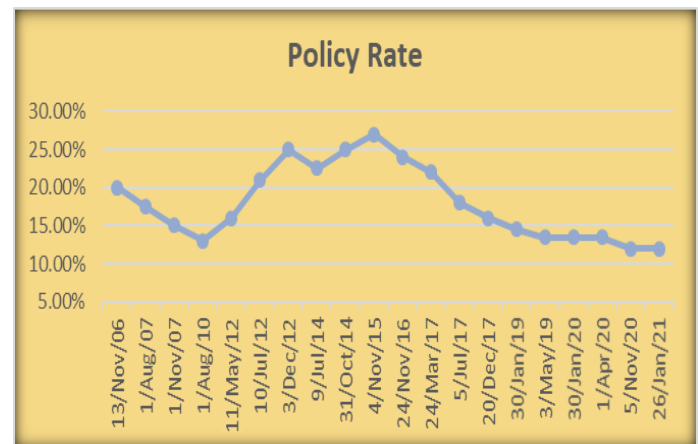
### Inflation Rates

Headline inflation inched upwards by 0.1 percentage points from 7.6% in December, 2020 to 7.7% in January, 2021.



### Monetary Policy Rate

The Monetary Policy Committee at its meeting held 25 and 26 January 2021 maintained the policy rate at 12%.



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