

# MONTHLY MARKET REPORT

## AUGUST 2021



**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](mailto:info@mse-mw.com)  
Website: [www.mse.co.mw](http://www.mse.co.mw)

# CONTENTS



MALAWI STOCK EXCHANGE

---

<i>Trading Summary</i>	<b>1</b>
<i>Market performance</i>	<b>2</b>
<i>Trade performance analysis</i>	<b>2</b>
<i>Market capitalization and index</i>	<b>2</b>
<i>Market liquidity</i>	<b>2</b>
<i>Company trading performance</i>	<b>3</b>
<i>Bond Trading Summary</i>	<b>4</b>
<i>Economic review</i>	<b>5</b>

---

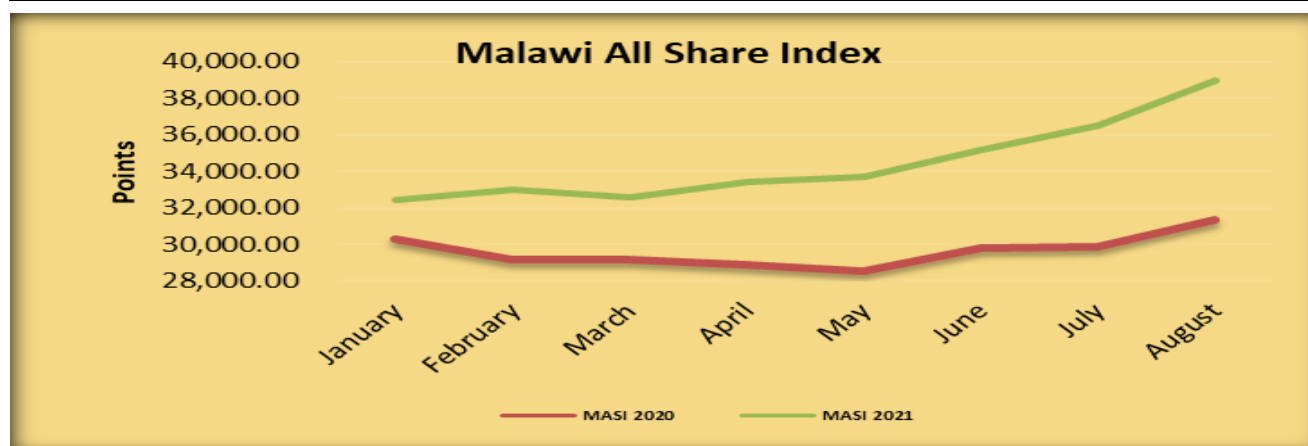
## 1. TRADING SUMMARY

The market registered a positive month-on-month return on index of **6.71%** (6.71% in US\$ terms), **20.23%** on a YTD. 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 23 listed debt securities during the period under review.

### Index Levels and Return – August 2021

INDEX	August 2021	July 2021	% Monthly Δ 2021	% Monthly Δ 2020	% Δ YTD. 2021
MASI	38945.62	36496.03	<b>6.71 ▲</b>	<b>4.95 ▲</b>	<b>20.23 ▲</b>
DSI	31929.22	29749.56	<b>7.33 ▲</b>	<b>5.41 ▲</b>	<b>15.04 ▲</b>
FSI	3479.97	3479.97	<b>0.00 ■</b>	<b>-4.84</b>	<b>155.15 ▲</b>



	July 2021	July 2021	Monthly % Δ	August 2020	Y-O-Y %Δ
Traded Value (MK)	4,879,313,860.38	994,831,445.53	<b>390.47 ▲</b>	4,857,975,498.30	<b>0.44 ▲</b>
Traded Value (US\$)	5,999,107.95	1,227,397.31	<b>388.77 ▲</b>	6,503,815.93	<b>-7.76</b>
Traded Vol. Shares	65,834,055	21,990,398	<b>199.38 ▲</b>	314,772,282	<b>-79.09</b>
No. of Transactions	295	298	<b>-1.01</b>	407	<b>-27.52</b>
Index Close (MASI)	38945.62	36496.03	<b>6.71 ▲</b>	31328.10	<b>24.32 ▲</b>
Listed Debt Securities	23	24		13	
Traded Debt Securities	00	00		00	
Listed companies	16	16		16	
Traded Companies	13	14		14	
Not Traded Companies	03	02		02	
<b>Gainers</b>	<b>07</b>	<b>07</b>		<b>04</b>	
<b>Decliners</b>	<b>03</b>	<b>04</b>		<b>05</b>	
Unchanged	<b>03</b>	<b>03</b>		<b>05</b>	

## 2. MARKET PERFORMANCE

### A. Trade Performance Analysis

The market transacted a total of 65,834,055 shares at a total consideration of MK4,879,313,860.38 (US\$5,999,107.95) in 295 trades in the month of August 2021. In the previous month of July 2021, the market transacted a total of 21,990,398 shares at a total consideration of MK994,831,445.53 (US\$1,227,397.31) in 298 trades. This reflects a **199.38%** increase in terms of share volume traded and a **390.47%** (**388.77%** in US Dollar terms) increase in share value traded. Of the total volume of shares traded, 30,000,000 ICON shares were negotiated deals.

Daily average share trades exhibited similar trends where the market registered an average daily volume of 2,992,457 shares compared to 1,047,162 shares traded in July 2021, reflecting an increase of **185.77%**.

The average daily turnover for August 2021 was MK221,786,993.65 (US\$272,686.73) compared to MK47,372,925.98 (US\$58,447.49) in July 2021, reflecting an increase of **368.17%** (**366.55%** 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 36496.03 points registered in July 2021 to 38945.62 points registered in August 2021, giving a month-on-month return on index of **6.71%** (**6.71%** in US\$ terms). The price gains registered by ILLOVO (38.56%), MPICO(31.25%), PCL(15.00%), AIRTEL(11.89%), TNM(4.93%), STANDARD (4.15%) and NBM(3.83%) were enough to offset share price losses registered by FDHB (14.84%), ICON(0.08%) and NBS(0.076%) resulting into an upward movement of the Malawi All Share Index. The Domestic and Foreign Share Indices closed at 31929.22 and 3479.97 points respectively.

Market capitalization increased in both Malawi Kwacha and United States terms from MK1,985,468.03 million (US\$2,441.13 million) to MK2,116,728.06 million (US\$2,602.51 million).

### C. Market Liquidity

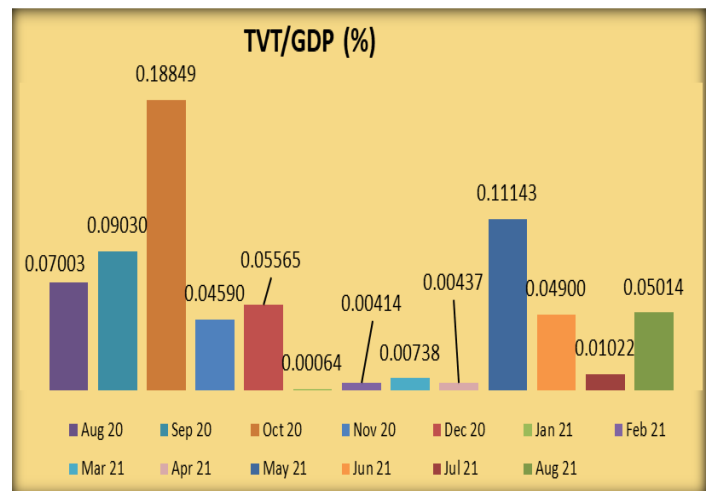
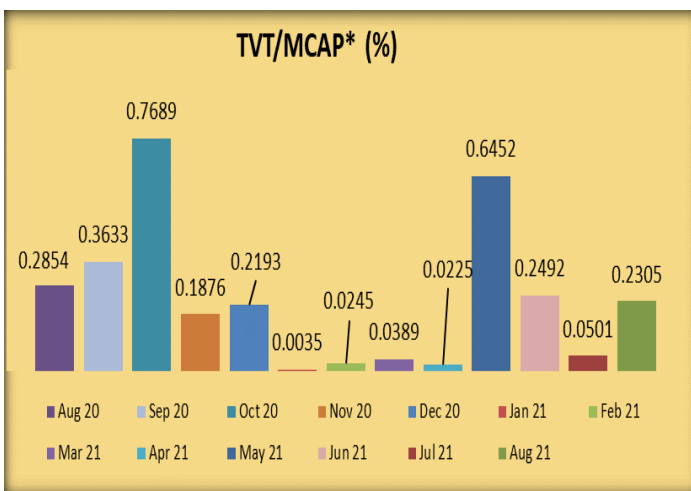
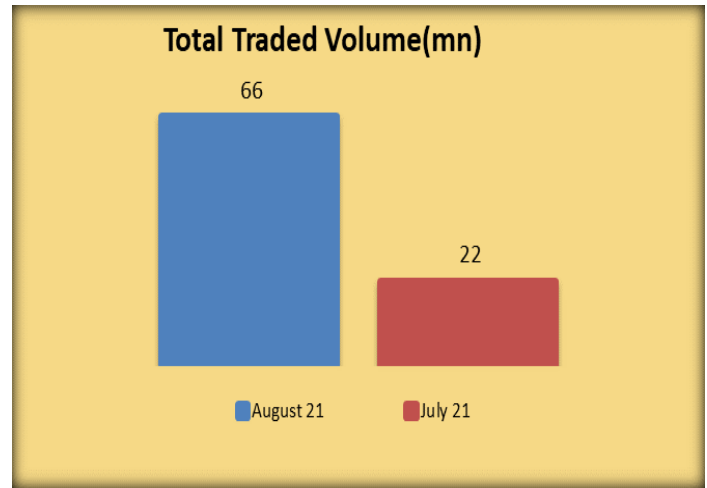
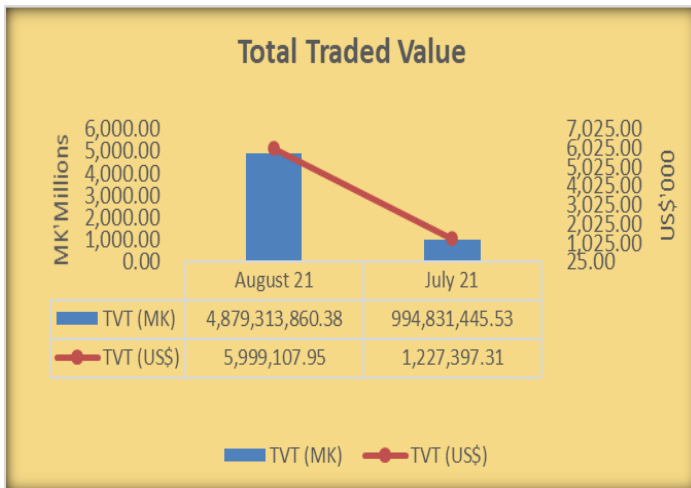
The turnover velocity measured by the ratio of Total Value of Trades to Market Capitalisation (**TVT/MCAP\***), an indicator of the liquidity of assets traded on the market, in August 2021 was recorded at 0.23%, higher than 0.05% registered in July 2021. The ratio of Total Value of Trades to Gross Domestic Product (**TVT/GDP**) recorded a liquidity level of 0.05% in August 2021 while during the previous month, July 2021, liquidity was at 0.01%.

Market capitalization as a percentage of GDP was at 21.75% in August 2021 and 20.40% in July 2021.



MALAWI STOCK EXCHANGE

## 2. MARKET PERFORMANCE



### 3. COMPANY TRADING PERFORMANCE

A. Top gainers: Seven counters registered capital gains

MSE CODE	ISIN	COUNTER NAME	% GAIN
ILLOVO	MWILLV010032	Illovo Sugar Malawi plc	38.56 ▲
MPICO	MWMP0010116	MPICO plc	31.25 ▲
PCL	MWPCL0010053	Press Corporation plc	15.00 ▲
AIRTEL	MWAIRT001156	Airtel Malawi plc	11.89 ▲
TNM	MWTNM0010126	Telekom Networks Malawi plc	4.93 ▲

B. Top Losers: Three counters registered capital losses

MSE CODE	ISIN	COUNTER NAME	% LOSS
FDHB	MWFDHB001166	FDH Bank plc	-14.84
ICON	MWICON001146	ICON Properties plc	-0.08
NBS	MWNBS0010101	NBS Bank plc	-0.076

C. Top 5 Volume Leaders

MSE CODE	ISIN	COUNTER NAME	SHARES	% of Total
ICON	MWICON001146	ICON Properties plc	30,000,560	45.57
AIRTEL	MWAIRT001156	Airtel Malawi plc	17,328,723	26.32
TNM	MWTNM0010126	Telekom Networks Malawi plc	6,686,830	10.16
MPICO	MWMP0010116	MPICO plc	5,340,165	8.11
NBM	MWNBM0010074	National Bank of Malawi plc	4,676,908	7.10

D. Top 5 Value Leaders

MSE CODE	ISIN	COUNTER NAME	VALUE	% of Total
NBM	MWNBM0010074	National Bank of Malawi plc	3,086,873,343.60	63.26
AIRTEL	MWAIRT001156	Airtel Malawi plc	671,703,122.00	13.77
STANDARD	MWSTD0010041	Standard Bank Malawi plc	425,966,265.00	8.73
ICON	MWICON001146	ICON Properties plc	335,006,787.20	6.87
TNM	MWTNM0010126	Telekom Networks Malawi plc	108,296,191.50	2.22



### 3. COMPANY TRADING PERFORMANCE



MALAWI STOCK EXCHANGE

Symbol	Open	High	Low	Close	Price Δ	Volume	Value	Trades Count	Market Capitalization
AIRTEL	35.75	40.00	35.75	40.00	11.89%	17,328,723	671,703,122.00	79	440,000,000,000.00
BHL	11.00	11.00	11.00	11.00	0.00%	0	0.00	0	9,237,257,755.00
FDHB	15.97	15.97	13.60	13.60	-14.84%	239,665	3,581,106.29	14	93,854,025,000.00
FMBCH	65.00	65.00	65.00	65.00	0.00%	239,059	15,538,835.00	5	159,786,250,000.00
ICON	12.13	12.13	12.12	12.12	-0.082%	30,000,560	335,006,787.20	4	80,961,600,000.00
ILLOVO	126.51	190.00	126.51	175.29	38.56%	393,756	52,576,753.00	18	125,059,667,298.39
MPICO	16.00	21.00	16.00	21.00	31.25%	5,340,165	109,029,304.30	14	48,258,996,660.00
NBM	650.11	675.00	650.12	675.00	3.83%	4,676,908	3,086,873,343.60	34	315,178,923,150.00
NBS	26.35	26.35	26.33	26.33	-0.076%	355,441	9,363,797.47	31	76,635,396,463.48
NICO	55.00	55.01	55.00	55.00	0.00%	148,527	8,168,987.00	13	57,367,260,280.00
NITL	80.70	80.71	80.70	80.70	0.00%	50,487	4,074,399.00	4	10,894,500,000.00
OMU	2,100.00	2,100.00	2,100.00	2,100.00	0.00%	0	0.00	0	34,155,741,900.00
PCL	1,300.00	1,495.00	1,300.00	1,494.99	15.00%	33,161	49,134,969.02	8	179,781,248,341.80
STANDARD	1,200.16	1,250.01	1,200.16	1,250.00	4.15%	340,773	425,966,265.00	8	293,335,202,500.00
SUNBIRD	90.00	90.00	90.00	90.00	0.00%	0	0.00	0	23,542,432,200.00
TNM	16.01	17.00	15.50	16.80	4.93%	6,686,830	108,296,191.50	63	168,679,560,000.00
<b>Total</b>						<b>65,834,055</b>	<b>4,879,313,860.38</b>	<b>295</b>	<b>2,116,728,061,548.67</b>



## 4. BOND TRADING SUMMARY

In the period under review, there were no trades on the 2 Corporate Medium Term Notes by MyBucks Banking Corporation and the 21 Malawi Government Treasury Notes. The total Nominal value of all listed debt securities stood at MK821.73 billion as at 31 August 2021.

Symbol	Open	High	Low	Close	Price Δ	Volume	Value	Trades Count	Nominal Value
NFB02	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	3,000,000,000.00
NFB04	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	6,000,000,000.00
T012	81.0399	81.0399	81.0399	81.0399	0.00%	0	0.0000	0	125,981,188,000.00
T02AD	89.3564	89.3564	89.3564	89.3564	0.00%	0	0.0000	0	24,146,600,000.00
T103	77.4237	77.4237	77.4237	77.4237	0.00%	0	0.0000	0	36,495,000,000.00
T10YR	71.7006	71.7006	71.7006	71.7006	0.00%	0	0.0000	0	15,975,000,000.00
TN001	84.2591	84.2591	84.2591	84.2591	0.00%	0	0.0000	0	49,078,500,000.00
TN023	87.5514	87.5514	87.5514	87.5514	0.00%	0	0.0000	0	32,891,200,000.00
TN05	86.2716	86.2716	86.2716	86.2716	0.00%	0	0.0000	0	63,097,328,000.00
TN06	93.2903	93.2903	93.2903	93.2903	0.00%	0	0.0000	0	55,366,500,000.00
TN07	76.3317	76.3317	76.3317	76.3317	0.00%	0	0.0000	0	78,959,700,000.00
TN100	95.7335	95.7335	95.7335	95.7335	0.00%	0	0.0000	0	54,305,586,000.00
TN101	96.2465	96.2465	96.2465	96.2465	0.00%	0	0.0000	0	20,645,602,000.00
TN102	87.9849	87.9849	87.9849	87.9849	0.00%	0	0.0000	0	18,811,414,000.00
TN107	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	22,570,008,000.00
TN7AF	73.8329	73.8329	73.8329	73.8329	0.00%	0	0.0000	0	33,927,070,000.00
TN7YR	76.7700	76.7700	76.7700	76.7700	0.00%	0	0.0000	0	16,239,700,000.00
TN888	73.0590	73.0590	73.0590	73.0590	0.00%	0	0.0000	0	5,960,000,000.00
TN90	88.4233	88.4233	88.4233	88.4233	0.00%	0	0.0000	0	19,447,360,000.00
TN92	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	48,087,041,000.00
TN94	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	13,776,000,000.00
TN96	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	39,105,000,000.00
TN99	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.0000	0	37,867,549,000.00
<b>Total</b>						<b>0</b>	<b>0.0000</b>	<b>0</b>	<b>821,733,346,000.00</b>



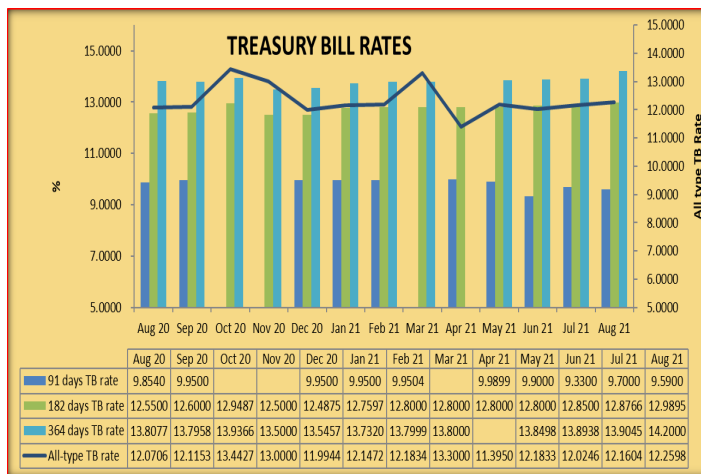
## 5. ECONOMIC REVIEW



MALAWI STOCK EXCHANGE

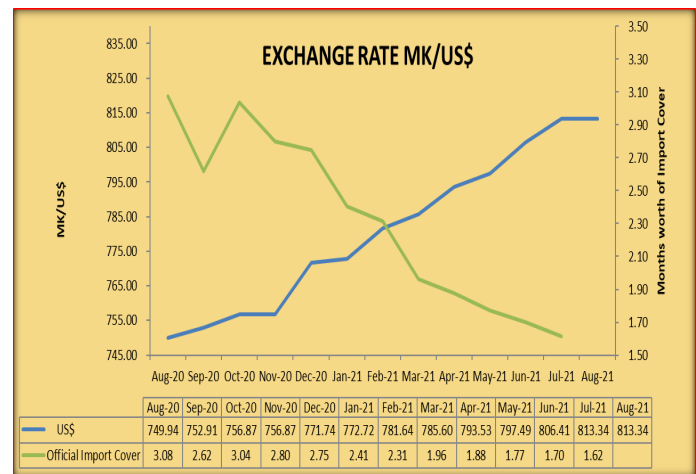
### Interest Rates

During the period under review, the 91 days Tbill fell by -0.1100% from 9.7000% to 9.5900% whilst the 182 days Tbills and the 364 days Tbill inched upwards by 0.1129% from 12.8766% to 12.9895% and by 0.2955% from 13.9045% to 14.2000% respectively.



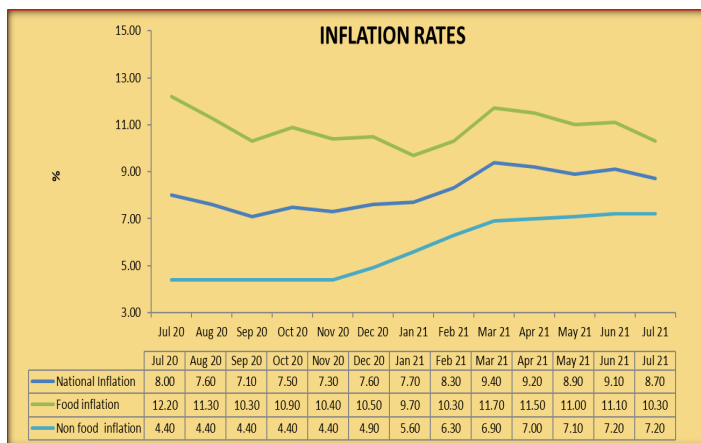
### Exchange Rates

The Kwacha was stable against the United States Dollar in the period under review. Gross official reserves were at 1.62 months worth of import cover on 31 July 2021.



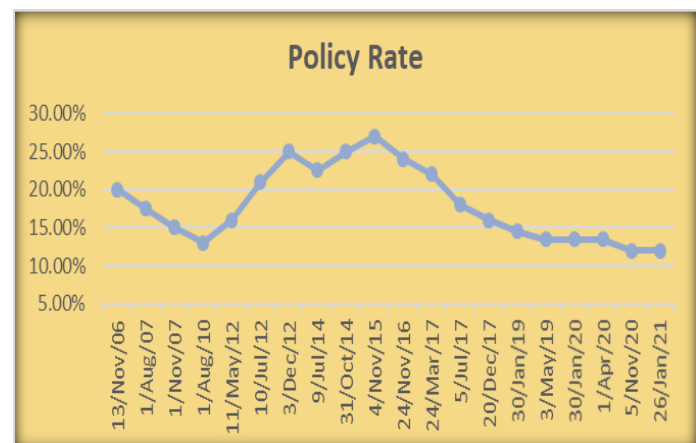
### Inflation Rates

Headline inflation eased by 0.40 percentage points from 9.10% in June, 2021 to 8.70% in July, 2021.



### Monetary Policy Rate

The Monetary Policy Committee at its meeting held on 28 and 29 April 2021 maintained the policy rate at 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](mailto:sml@smlmw.com)

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

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

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