

FIRST QUARTER MARKET REPORT JANUARY – MARCH 2021



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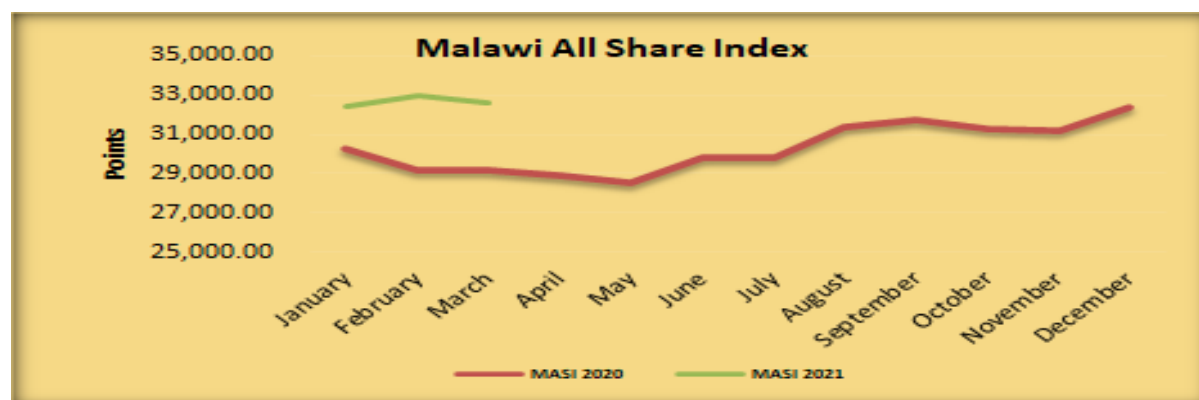
1. TRADING SUMMARY

The market registered a positive return on index of **0.53%** (**-1.25%** in US\$ terms) in Q1 2021 higher than the corresponding period 2020 of **-3.56%** (**-3.56%** in US\$ terms). It however, registered a decrease in both total volume of shares and total value traded.

There was neither any listing nor a trade on the debt market during Q1 2021.

Index Levels and Return – 1st Qtr. 2021

INDEX	JAN., 2021	MAR., 2021	% Δ 1st QTR. 2021	% Δ 1st QTR. 2020	% Δ YTD. 2021
MASI	32392.84	32562.96	0.53 ▲	-3.56	0.53 ▲
DSI	27755.46	27710.72	-0.16	2.28 ▲	-0.16
FSI	1363.88	1614.33	18.36 ▲	-43.08	18.36 ▲



Trading Statistics – 1st Qtr. 2021

	1st Qtr. 2021	1st Qtr. 2020	Y-O-Y% Δ
Traded Value (MK)	1,190,280,480.03	1,822,662,767.45	-34.70
Traded Value (US\$)	1,523,432.37	2,462,780.85	-38.14
Traded Vol. Shares	32,218,071	70,886,329	-54.55
No. of Transactions	587	761	-22.86
Index Close (MASI)	32562.96	29176.23	11.61 ▲
Listed Debt Securities	28	13	
Traded Debt Securities	00	00	
Listed companies	16	15	
Traded Companies	16	15	
Not Traded Companies	00	00	
Gainners	05	07	
Decliners	11	05	
Unchanged	00	03	

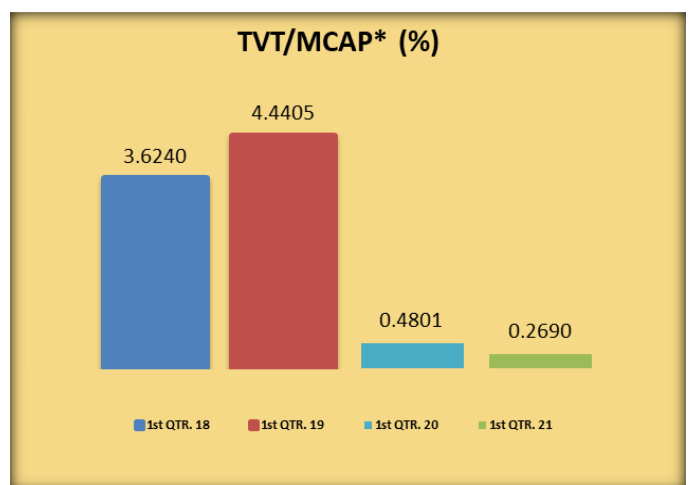
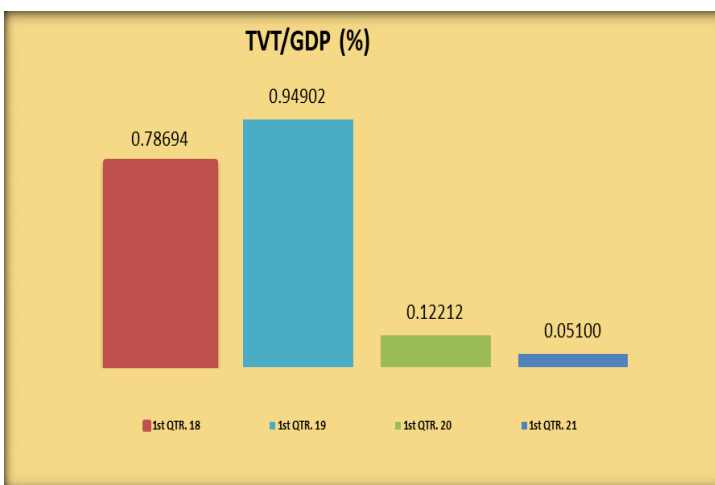
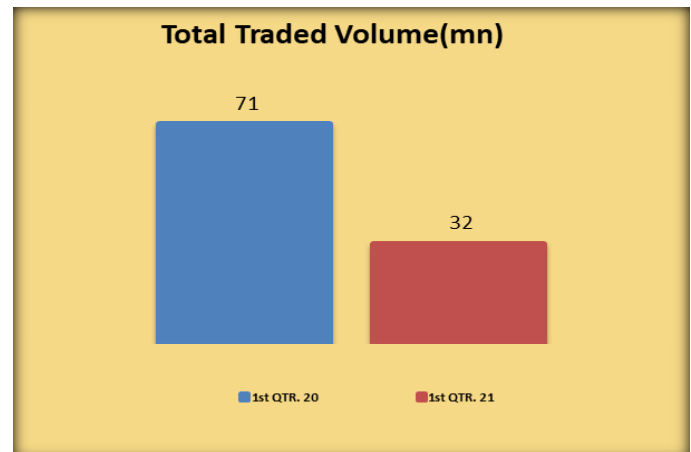
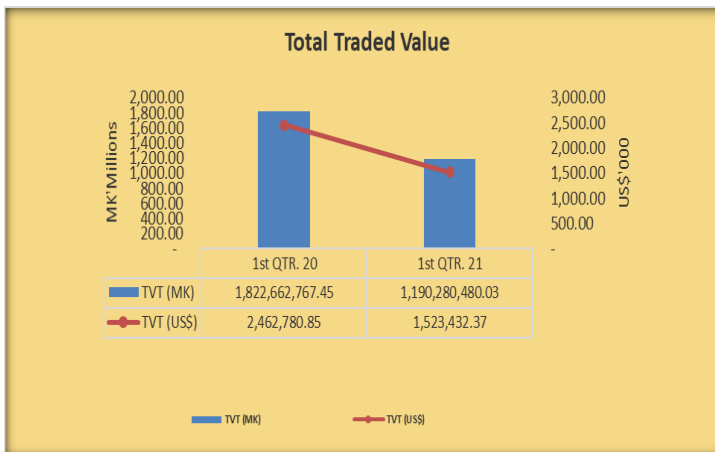
2. MARKET PERFORMANCE

- A. Trade Performance Analysis**
- The market transacted a total of 32,218,071 shares at a total consideration of MK1,190,280,480.03 (US\$1,523,432.37) in 587 trades. In the corresponding period 2020, the market transacted a total of 70,886,329 shares at a total consideration of MK1,822,662,767.45 (US\$2,462,780.85) in 761 trades. This reflects a **-54.55%** decrease in terms of share volume and a **-34.70%** (**-38.14%** in US Dollar terms) decrease in share value.
- Daily average share trades exhibited similar trends where the market registered an average daily volume of 511,398 shares in Q1 2021 compared to 1,143,328 shares traded in the corresponding Q1 2020 reflecting a decrease of **-55.27%**.
- The average daily turnover for Q1 2021 was MK18,893,340.95 (US\$24,181.47) compared with MK29,397,786.57 (US\$39,722.27) for the corresponding Q1 2020, reflecting a decrease of **-35.73%** (**-39.12%** 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 32392.84 points registered on 1 January 2021 to 32562.96 points registered on 31 March 2021, giving a return on index of **0.53%**, (**-1.25%** in US\$ terms) compared to **-3.56%**, (**-3.56%** in US\$ terms) registered in Q1 of 2020. The price gains registered on FMBCH(**23.05%**), STANDARD(**14.68%**), FDHB (**14.12%**), NBS(**6.48%**) and NBM(**0.01%**) were enough to offset share price losses on TNM(**-18.34%**), BHL(**-14.99%**), SUNBIRD(**-14.29%**), PCL(**-8.36%**), ICON(**-0.73%**), MPICO(**-0.52%**), NICO(**-0.13%**), OMU(**-0.45%**), AIRTEL(**-0.11%**), ILLOVO(**-0.02%**) and NITL(**-0.01%**) resulting into a upward movement of the Malawi All Share Index. The Domestic Share fell by 0.16% whilst the Foreign Share Indices inched upwards by 18.36%.
- Market capitalization, increased in Kwacha terms from K1,759,857.40 million in January 2021 to K1,770,108.50 million in March 2021. It however, decreased in US\$ terms from US\$2,280.38 million to US\$2,253.19 million as a result of the depreciation of the Kwacha in the period under review.
- C. Market Liquidity**
- The turnover velocity as 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 the quarter under review was recorded at 0.27%, higher than 0.12% registered in Q1 2020. The ratio of Total Value of Trades to Gross Domestic Product (**TVT/GDP**) recorded a liquidity level of 0.05% in the review period while during the corresponding period of 2020 liquidity was at 0.48%.
- Market capitalization as a percentage of GDP was at 18.96% in Q1 2021 whilst in Q1 2020 it was at 25.44%.

2. MARKET PERFORMANCE



MALAWI STOCK EXCHANGE



3. COMPANY TRADING PERFORMANCE

A. Top gainers: Five counters registered capital gains

MSE CODE	ISIN	COUNTER NAME	% GAIN
FMBCH	MWFMB0010138	FMB Capital Holdings plc	23.05 ▲
STANDARD	MWSTD0010041	Standard Bank of Malawi plc	14.68 ▲
FDHB	MWFDHB001166	FDH Bank plc	14.12 ▲
NBS	MWNBS0010101	NBS Bank plc	6.48 ▲
NBM	MWNBM0010071	National Bank of Malawi plc	0.01 ▲

B. Top Losers: Eleven counters registered capital losses

MSE CODE	ISIN	COUNTER NAME	% LOSS
TNM	MWTNM0010126	Telekom Networks Malawi plc	-18.34
BHL	MWBHL0010029	Blantyre Hotels plc	-14.99
SUNBIRD	MWSTL0010085	Sunbird tourism plc	-14.29
PCL	MWPCL0010053	Press Corporation plc	-8.36
ICON	MWICON001146	ICON Properties plc	-0.73

C. Volume Leaders

MSE CODE	ISIN	COUNTER NAME	SHARES	% of Total
NBS	MWNBS0010101	NBS Bank plc	8,482,363	26.33
TNM	MWTNM0010126	Telekom Networks Malawi plc	6,482,896	20.12
AIRTEL	MWAIRT001156	Airtel Malawi plc	5,372,980	16.68
ILLOVO	MWILLV010032	ILLOVO Sugar Malawi plc	3,840,556	11.92
NICO	MWNICO0010014	NICO Holdings plc	3,141,100	9.75

D. Value Leaders

MSE CODE	ISIN	COUNTER NAME	VALUE	% of Total
ILLOVO	MWILLV010032	ILLOVO Sugar Malawi plc	309,011,331.99	25.96
NBS	MWNBS0010101	NBS Bank plc	179,684,469.05	15.10
NICO	MWNICO0010014	NICO Holdings plc	163,195,744.51	13.71
AIRTEL	MWAIRT001156	Airtel Malawi plc	150,303,281.64	12.63
TNM	MWTNM0010126	Telekom Networks Malawi plc	108,063,272.07	9.08

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	27.95	27.95	-0.11%	5,372,980	150,303,281.64	112	307,450,000,000.00
BHL	12.94	12.94	11.00	11.00	-14.99%	286,218	3,173,323.95	7	9,237,257,755.00
FDHB	14.45	16.60	14.43	16.49	14.12%	1,871,722	29,034,169.19	57	113,798,005,312.50
FMBCH	22.04	27.12	22.04	27.12	23.05%	572,180	15,487,951.69	20	66,667,740,000.00
ICON	12.27	12.27	12.18	12.18	-0.73%	289,021	3,533,498.41	12	81,362,400,000.00
ILLOVO	80.48	80.48	80.46	80.46	-0.02%	3,840,556	309,011,331.99	41	57,403,735,699.86
MPICO	21.00	21.00	20.89	20.89	-0.52%	1,604,463	33,533,822.18	14	48,006,211,439.40
NBM	650.00	650.05	650.00	650.05	0.01%	159,657	103,777,889.00	54	303,528,976,286.90
NBS	21.60	23.00	20.40	23.00	6.48%	8,482,363	179,684,469.05	110	66,943,187,188.00
NICO	52.00	52.00	51.93	51.93	-0.13%	3,141,100	163,195,744.51	22	54,165,124,115.28
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	2,190.00	2,190.00	-0.45%	8,105	17,830,278.00	3	34,693,828,890.00
PCL	1,309.47	1,309.47	1,199.94	1,199.94	-8.36%	34,599	41,517,198.44	14	144,299,768,650.80
STANDARD	1,046.39	1,200.12	1,046.39	1,200.12	14.69%	22,971	27,566,134.91	24	281,629,954,579.44
SUNBIRD	105.00	105.00	89.99	90.00	-14.29%	39,240	3,618,715.00	10	23,542,432,200.00
TNM	20.07	20.06	15.50	16.39	-18.34%	6,482,896	108,063,272.07	86	164,562,975,500.00
Total						32,218,071	1,190,280,480.03	587	1,770,108,497,617.18



4. BOND TRADING PERFORMANCE

In the period under review, there were 5 Corporate Medium Term Notes by MyBucks Banking Corporation and 21 Malawi Government Treasury Notes.

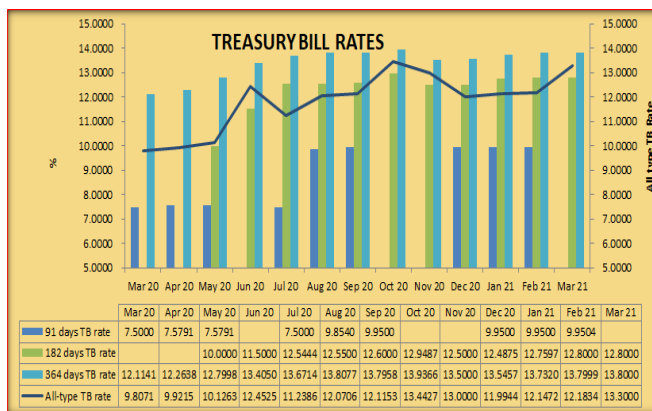
There were no trades registered on the 28 listed debt securities. However, two Government Treasury Notes matured leaving the total number of listed debt securities at 26 with a total nominal value of MK825,134,113,576.00.

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
TN02YR310121	100.0000	100.0000	100.0000	100.0000	0.00%	0	0.00	0	23,791,253,000.00
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
Total						0	0.00	0	851,925,366,576.00

5. ECONOMIC REVIEW

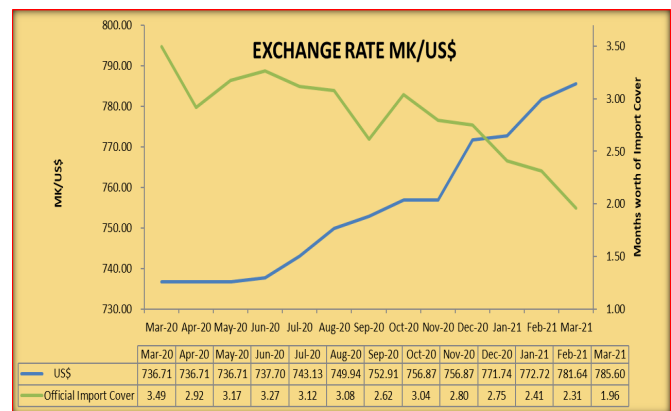
Interest Rates

During the quarter under review, the yields on the 182 Tbill and the 364 Tbill inched upwards by 0.0403% and by 0.0680%, from 12.7597% to 12.8000% and from 13.7320% to 13.8000% respectively. There were no applications for the 91 day Tbill in the last week of March 2021.



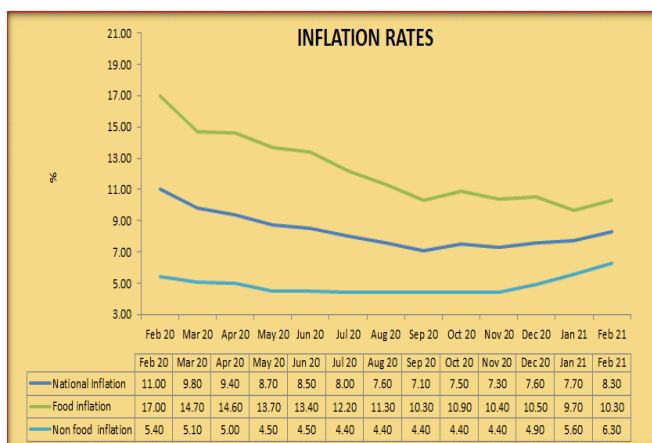
Exchange Rates

The Kwacha marginally depreciated by 1.77% against the United States Dollar in the period under review. Gross official reserves were at 1.96 months worth of import cover as at 31 March 2021



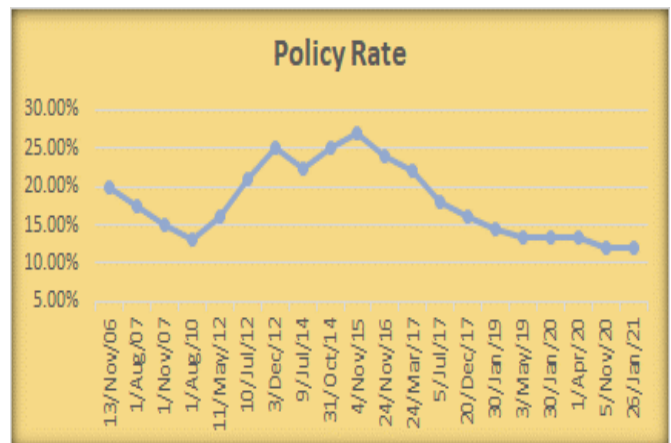
Inflation Rates

Headline inflation inched upwards by 0.6 percentage points from 7.70% in January, 2021 to 8.30% in February, 2021.



Monetary Policy Rate

The Monetary Policy Committee at its meeting held on 25-26 January 2021 maintained the policy rate 12.0%.



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