

FIRST QUARTER MARKET REPORT JANUARY – MARCH 2022

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

**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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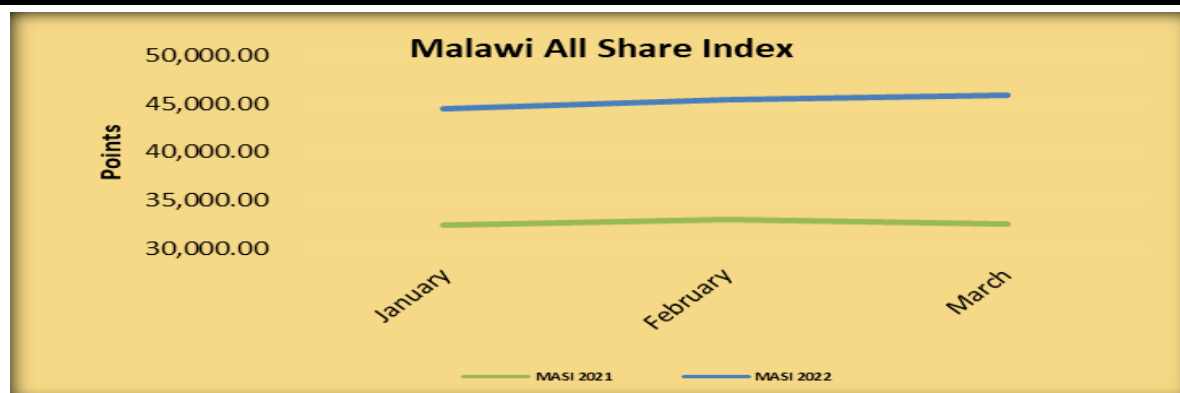
1. TRADING SUMMARY

The market registered a positive return on index of **1.22%** (1.22% in US\$ terms) in Q1 2022 higher than the corresponding period 2021 of **0.53%** (-1.25% in US\$ terms). It also, registered an increase in both total volume of shares and total value traded.

There was neither any listing nor a trade on the debt market during Q1 2022.

Index Levels and Return – 1st Qtr. 2022

INDEX	JAN., 2022	MAR., 2022	% Δ 1st QTR. 2022	% Δ 1st QTR. 2021	% Δ YTD. 2022
MASI	45367.68	45921.23	1.22 ▲	0.53 ▲	1.22 ▲
DSI	37061.72	37584.34	1.41 ▲	-0.16	1.41 ▲
FSI	4223.15	4184.71	-0.91	18.36 ▲	-0.91



Trading Statistics – 1st Qtr. 2022

	1st Qtr. 2022	1st Qtr. 2021	Y-O-Y% Δ
Traded Value (MK)	4,422,039,628.86	1,190,280,480.03	271.51 ▲
Traded Value (US\$)	5,416,509.73	1,523,432.37	255.55 ▲
Traded Vol. Shares	112,057,459	32,218,071	247.81 ▲
No. of Transactions	848	587	44.46 ▲
Index Close (MASI)	45921.23	32562.96	41.02 ▲
Listed Debt Securities	46	28	
Traded Debt Securities	00	00	
Listed companies	16	16	
Traded Companies	16	16	
Not Traded Companies	00	00	
Gainers	07	05	
Decliners	05	11	
Unchanged	04	00	

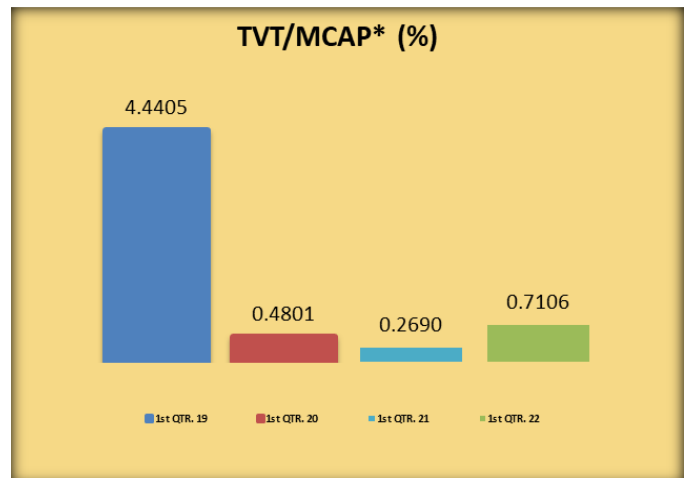
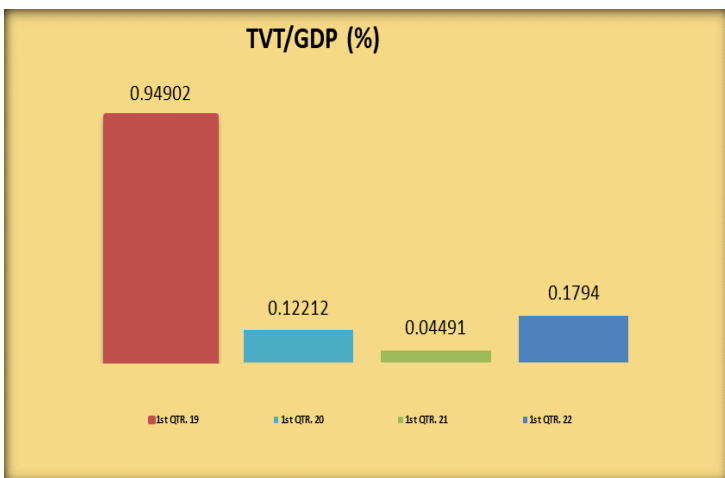
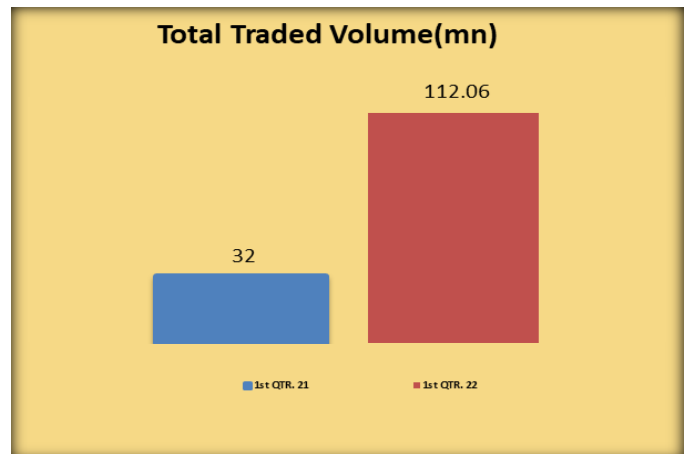
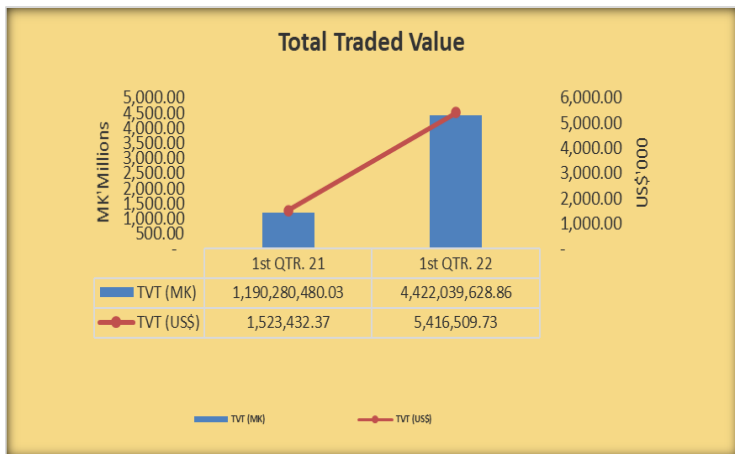
2. MARKET PERFORMANCE

- A. Trade Performance Analysis**
- The market transacted a total of 112,057,459 shares at a total consideration of MK4,422,039,628.86 (US\$5,416,509.73) in 848 trades. In the corresponding period 2021, 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. This reflects a **247.81%** increase in terms of share volume and a **271.51%** (**255.55%** in US Dollar terms) increase in share value. Of the shares traded, 29,231,138 ICON and 6,000,000 TNM shares traded as negotiated deals.
- Daily average share trades exhibited similar trends where the market registered an average daily volume of 1,778,690 shares in Q1 2022 compared to 511,398 shares traded in the corresponding Q1 2021 reflecting a decrease of **247.81%**.
- The average daily turnover for Q1 2022 was MK70,191,105.22 (US\$85,976.34) compared with MK18,893,340.95 (US\$24,181.47) for the corresponding Q1 2021, reflecting a decrease of **271.51%** (**255.55%** 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 45367.68 points registered on 1 January 2022 to 45921.23 points registered on 31 March 2022, giving a return on index of **1.22%**, (**1.22%** in US\$ terms) compared to **0.53%**, (**-1.25%** in US\$ terms) registered in Q1 of 2021. The price gains registered on NBM(**17.02%**), AIRTEL(**5.00%**), ILLOVO(**1.81%**), NITL(**0.02%**), FMBCH(**0.013%**), SUNBIRD(**0.011%**) and STANDARD(**0.006%**) were enough to offset share price losses on TNM(**-24.08%**), OMU(**-15.00%**), FDHB(**1.58%**), ICON(**-1.55%**) and NBS(**-0.48%**) resulting into an upward movement of the Malawi All Share Index. The Domestic Share inched upwards by 1.41% whilst the Foreign Share Indices fell by 0.91%.
- Market capitalization, increased in both Kwacha and US Dollar terms from K2,462,680.71 million (US\$3,016.51 million) in January 2022 to K2,489,118.03 million (US\$3,048.89 million) in March 2022.
- 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 0.71%, higher than 0.27% registered in Q1 2021. The ratio of Total Value of Trades to Gross Domestic Product (**TVT/GDP**) recorded a liquidity level of 0.18% in the review period while during the corresponding period of 2021 liquidity was at 0.05%.
- Market capitalization as a percentage of GDP was at 25.24% in Q1 2022 whilst in Q1 2021 it was at 16.70%.

2. MARKET PERFORMANCE



MALAWI STOCK EXCHANGE



3. COMPANY TRADING PERFORMANCE

A. Top gainers: Seven counters registered capital gains

MSE CODE	ISIN	COUNTER NAME	% GAIN
NBM	MWNB0010071	National Bank of Malawi plc	17.02 ▲
AIRTEL	MWAIRT001156	Airtel Malawi plc	5.00 ▲
ILLOVO	MWILLV010032	ILLOVO Sugar Malawi plc	1.81 ▲
NITL	MWNITL010091	NITL plc	0.02 ▲
FMBCH	MWFMB0010138	FMB Capital Holdings plc	0.013 ▲

B. Top Losers: Five counters registered capital losses

MSE CODE	ISIN	COUNTER NAME	% LOSS
TNM	MWTNM0010126	Telekom Networks Malawi plc	-24.08
OMU	ZAE000255360	Old Mutual Limited	-15.00
FDHB	MWFDHB001166	FDH Bank plc	-1.58
ICON	MWICON001146	ICON Properties plc	-1.55
NBS	MWNBS0010101	NBS Bank plc	-0.48

C. Volume Leaders

MSE CODE	ISIN	COUNTER NAME	SHARES	% of Total
ICON	MWICON001146	ICON Properties plc	37,454,754	33.42
TNM	MWTNM0010126	Telekom Networks Malawi plc	37,110,869	33.12
AIRTEL	MWAIRT001156	Airtel Malawi plc	18,178,376	16.22
FDHB	MWFDHB001166	FDH Bank plc	6,913,751	6.17
NBS	MWNBS0010101	NBS Bank plc	3,516,144	3.18

D. Value Leaders

MSE CODE	ISIN	COUNTER NAME	VALUE	% of Total
ILLOVO	MWILLV010032	ILLOVO Sugar Malawi plc	831,712,240.26	18.81
NBM	MWNB0010071	National Bank of Malawi plc	773,597,758.42	17.49
AIRTEL	MWAIRT001156	Airtel Malawi plc	737,100,405.26	16.67
TNM	MWTNM0010126	Telekom Networks Malawi plc	662,687,355.44	14.99
ICON	MWICON001146	ICON Properties plc	440,950,613.76	9.97

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4. BOND TRADING PERFORMANCE

In the period under review, there were 2 Corporate Medium Term Notes by MyBucks Banking Corporation and 44 Malawi Government Treasury Notes with a total nominal value of MK1,551,873,538,000.00.

There were no trades registered on the 46 listed debt securities.

Symbol	Open	High	Low	Close	Price Δ	Volume '000'	Value	Trades Count	Nominal Value
DB820	72.3338	72.3338	72.3338	72.3338	0.00%	0	0.0000	0	18,463,100,000.00
N0914	89.0915	89.0915	89.0915	89.0915	0.00%	0	0.0000	0	14,268,800,000.00
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
T02XN	89.1022	89.1022	89.1022	89.1022	0.00%	0	0.0000	0	17,240,500,000.00
T03TX	82.3607	82.3607	82.3607	82.3607	0.00%	0	0.0000	0	22,755,930,000.00
T05NT	76.2976	76.2976	76.2976	76.2976	0.00%	0	0.0000	0	19,624,020,000.00
T0731	72.1403	72.1403	72.1403	72.1403	0.00%	0	0.0000	0	6,846,500,000.00
T103	77.4237	77.4237	77.4237	77.4237	0.00%	0	0.0000	0	36,495,000,000.00
T10NX	68.4575	68.4575	68.4575	68.4575	0.00%	0	0.0000	0	5,463,500,000.00
T10YR	71.7006	71.7006	71.7006	71.7006	0.00%	0	0.0000	0	15,975,000,000.00
T3YRX	82.3667	82.3667	82.3667	82.3667	0.00%	0	0.0000	0	27,158,690,000.00
TN001	84.2591	84.2591	84.2591	84.2591	0.00%	0	0.0000	0	49,078,500,000.00
TN002	83.6180	83.6180	83.6180	83.6180	0.00%	0	0.0000	0	112,314,383,000.00
TN02	89.3006	89.3006	89.3006	89.3006	0.00%	0	0.0000	0	43,526,600,000.00
TN023	87.5514	87.5514	87.5514	87.5514	0.00%	0	0.0000	0	32,891,200,000.00
TN022	89.2853	89.2853	89.2853	89.2853	0.00%	0	0.0000	0	17,843,324,000.00
TN03	83.3589	83.3589	83.3589	83.3589	0.00%	0	0.0000	0	14,638,900,000.00
TN03N	82.3849	82.3849	82.3849	82.3849	0.00%	0	0.0000	0	15,571,800,000.00
TN05	86.2716	86.2716	86.2716	86.2716	0.00%	0	0.0000	0	63,097,328,000.00
TN05Y	77.3103	77.3103	77.3103	77.3103	0.00%	0	0.0000	0	92,884,104,000.00
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
TN102	87.9849	87.9849	87.9849	87.9849	0.00%	0	0.0000	0	18,811,414,000.00
TN2	82.9777	82.9777	82.9777	82.9777	0.00%	0	0.0000	0	19,701,900,000.00
TN3	77.0438	77.0438	77.0438	77.0438	0.00%	0	0.0000	0	27,253,490,000.00
TN5	70.6523	70.6523	70.6523	70.6523	0.00%	0	0.0000	0	70,925,000,000.00
TN50	77.1437	77.1437	77.1437	77.1437	0.00%	0	0.0000	0	13,211,000,000.00
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
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
TNX02	89.2899	89.2899	89.2899	89.2899	0.00%	0	0.0000	0	64,631,742,000.00
TNX07	76.0578	76.0578	76.0578	76.0578	0.00%	0	0.0000	0	20,450,000,000.00
TNX10	70.6384	70.6384	70.6384	70.6384	0.00%	0	0.0000	0	11,786,000,000.00
TNX7	74.3855	74.3855	74.3855	74.3855	0.00%	0	0.0000	0	39,100,200,000.00
TNY07	75.3418	75.3418	75.3418	75.3418	0.00%	0	0.0000	0	29,960,419,000.00
TT05	76.9113	76.9113	76.9113	76.9113	0.00%	0	0.0000	0	37,750,900,000.00
TX07Y	74.6008	74.6008	74.6008	74.6008	0.00%	0	0.0000	0	13,021,000,000.00
TX102	70.6213	70.6213	70.6213	70.6213	0.00%	0	0.0000	0	10,740,000,000.00
Total						0	0.0000	0	1,551,873,538,000.00

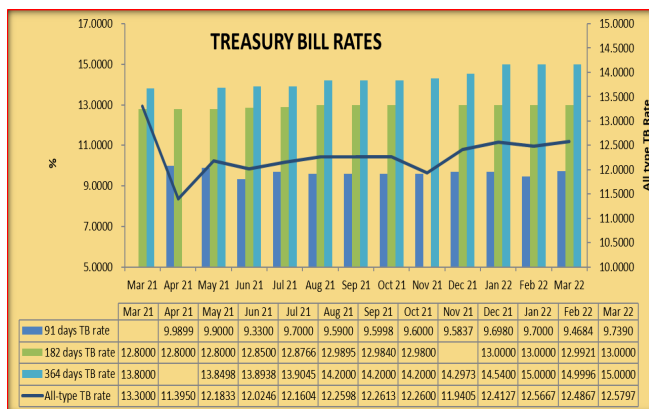
5. ECONOMIC REVIEW



MALAWI STOCK EXCHANGE

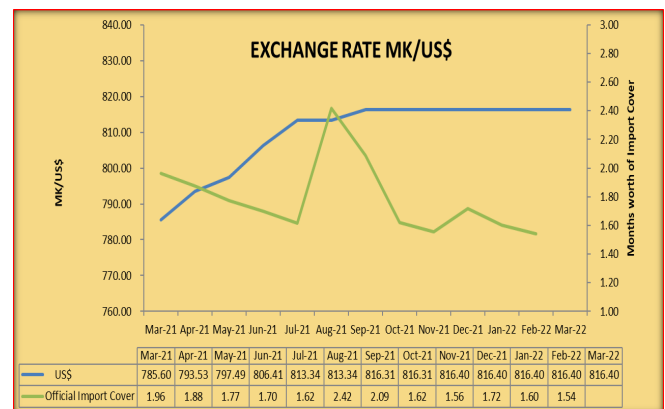
Interest Rates

During the quarter under review, the yields on the 91 day Tbill inched upwards by 0.0390% from 9.7000% to 9.7390% whilst the 182 day Tbill and the 364 day Tbill were steady at 13.0000% and 15.0000% respectively.



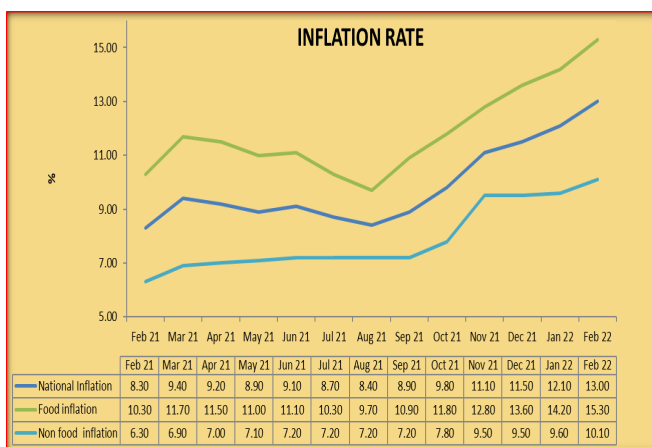
Exchange Rates

The Kwacha was stable against the United States Dollar in the period under review. Gross official reserves were at 1.54 months worth of import cover as at 28 February 2022.



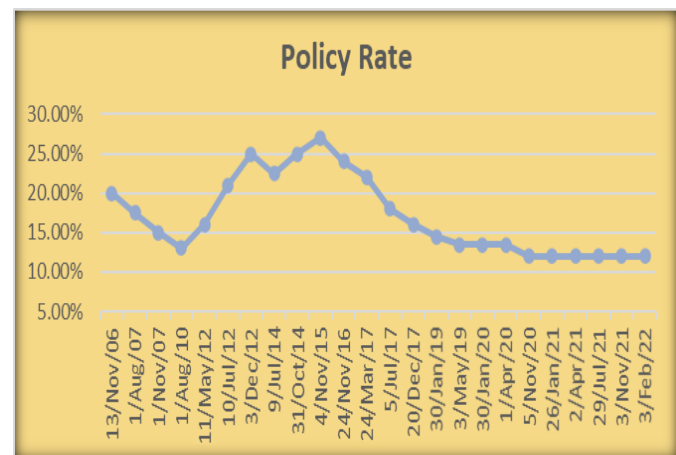
Inflation Rates

Headline inflation inched upwards by 0.9 percentage points from 12.10% in January, 2022 to 13.00% in February, 2022.



Monetary Policy Rate

The Monetary Policy Committee at its meeting held on 2-3 February 2022 maintained the policy rate 12.0%.



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, Unit House
P.O Box 1444
Blantyre
Tel: +265 1 830 638
Email: capital@continental.mw
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

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