

FIRST QUARTER MARKET REPORT JANUARY – MARCH 2023



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Malawi's global portal

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INVESTING IN BONDS ON THE MALAWI STOCK EXCHANGE

What is a bond?

Bonds are essentially tradeable loans from an investor to a company, statutory corporation or government.

Who is a bondholder?

An individual who lends money to a company, statutory corporation or government.

Who is a bond issuer?

An entity such as corporate, statutory corporation or government who borrows money from the bondholder for the purpose of raising funds.

Did you know?

You can invest as little as MK1,000.00 and earn interest ranging from 10-17.84% by investing on any of the listed bonds on the Malawi Stock Exchange.

Benefits of investing in Bonds

Provides a predictable income stream in the form of cash interest payments which are based on the interest rate on the bond.

Bonds are considered less risky, especially when considering government bonds, thus, offer a good starting point to investing for beginners.

Bondholders get priority of payment in the event of liquidation or when the borrower goes bankrupt. They enjoy a measure of legal protection to get their money back.

Bondholders can benefit from capital gains.



For more information, contact the Malawi Stock Exchange
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MALAWI STOCK EXCHANGE



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MALAWI STOCK EXCHANGE

1. TRADING SUMMARY



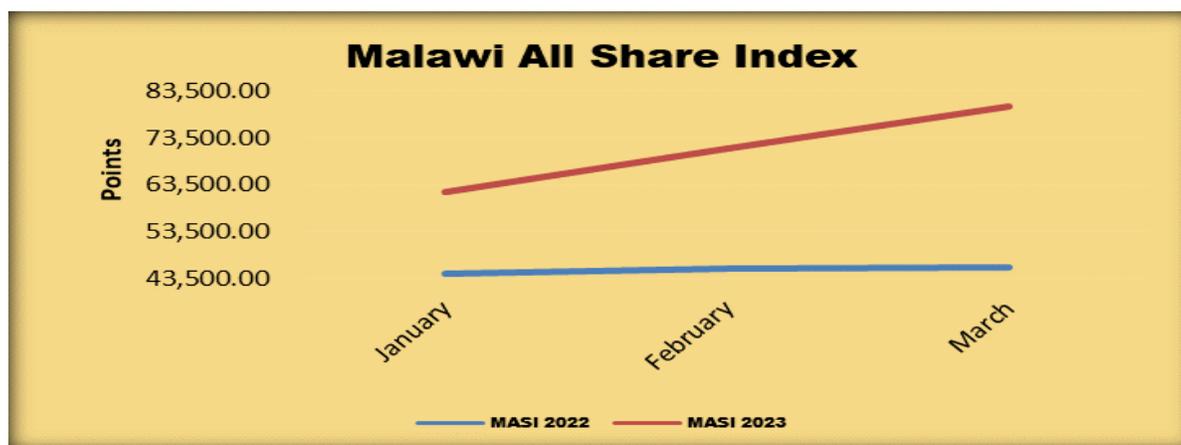
MALAWI STOCK EXCHANGE

The market registered a positive return on index of 29.44% (29.44% in US\$ terms) in Q1 2023 higher than the corresponding period 2022 of 1.22% (1.22% 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 2023.

Index Levels and Return – 1st Qtr. 2023

| INDEX | JAN., 2023 | MAR., 2023 | % Δ 1st QTR. 2023 | % Δ 1st QTR. 2022 | % Δ YTD. 2023 |
|-------|------------|------------|-------------------|-------------------|---------------|
| MASI | 62,036.05 | 80,298.12 | 29.44 ▲ | 1.22 ▲ | 29.44 ▲ |
| DSI | 50,804.03 | 64,886.76 | 27.72 ▲ | 1.41 ▲ | 27.72 ▲ |
| FSI | 5,614.30 | 8,381.79 | 49.29 ▲ | -0.91 | 49.29 ▲ |



| | 1st Qtr. 2023 | 1st Qtr. 2022 | Y-O-Y% Δ |
|------------------------|------------------|------------------|----------|
| Traded Value (MK) | 6,853,106,604.91 | 4,422,039,628.86 | 54.98 ▲ |
| Traded Value (US\$) | 6,676,611.71 | 5,416,509.73 | 23.26 ▲ |
| Traded Vol. Shares | 118,816,338 | 112,057,459 | 6.03 ▲ |
| No. of Transactions | 1,545 | 848 | 82.19 ▲ |
| Index Close (MASI) | 80,298.12 | 45,921.23 | 74.86 ▲ |
| Listed Debt Securities | 60 | 46 | |
| Traded Debt Securities | 00 | 00 | |
| Listed companies | 16 | 16 | |
| Traded Companies | 16 | 16 | |
| Not Traded Companies | 00 | 00 | |
| Gainers | 11 | 07 | |
| Decliners | 05 | 05 | |
| Unchanged | 00 | 04 | |

2. MARKET PERFORMANCE

A. Trade Performance Analysis The market transacted a total of 118,816,338 shares at a total consideration of MK6,853,106,604.91 (US\$6,676,611.71) in 1,545 trades. In the corresponding period 2022, 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. This reflects a 6.03% increase in terms of share volume and a 54.98% (23.26% in US Dollar terms) increase in share value. Of the shares traded 102,727,570 ICON, 1,528,260 PCL and 30,000,000 TNM shares traded as a negotiated deal at a total consideration of MK4.8 billion.

Daily average share trades exhibited similar trends where the market registered an average daily volume of 1,916,393 shares in Q1 2023 compared to 1,778,690 shares traded in the corresponding Q1 2022 reflecting an increase of 7.74%.

The average daily turnover for Q1 2023 was MK110,533,977.50 (US\$107,687.29) compared with MK70,191,105.22 (US\$85,976.34) for the corresponding Q1 2022, reflecting an increase of 57.48% (25.25% 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 62,036.05 points registered on 1 January 2023 to 80,298.12 points registered on 31 March 2023, giving a return on index of 29.44%, (29.44% in US\$ terms) compared to 1.22%, (1.22% in US\$ terms) registered in Q1 of 2022. The price gains registered on NICO(126.67%), FDHB(124.41%), NBS(84.97%), NITL(60.02%), FMBCH(50.62%), ILLOVO(38.89%), AIRTEL(32.43%), SUNBIRD (30.35%), NBM(14.54%), TNM(10.71%) and STANDARD(10.02%) were enough to offset share price losses on OMU(-10.66%), ICON(-0.50%), MPICO(-0.29%), BHL(-0.09%) and PCL(-0.003%) resulting into an upward movement of the Malawi All Share Index. The Domestic and Foreign Share Indices inched upwards by 27.72% to 64,886.76 and by 49.29% to 8,381.79 respectively.

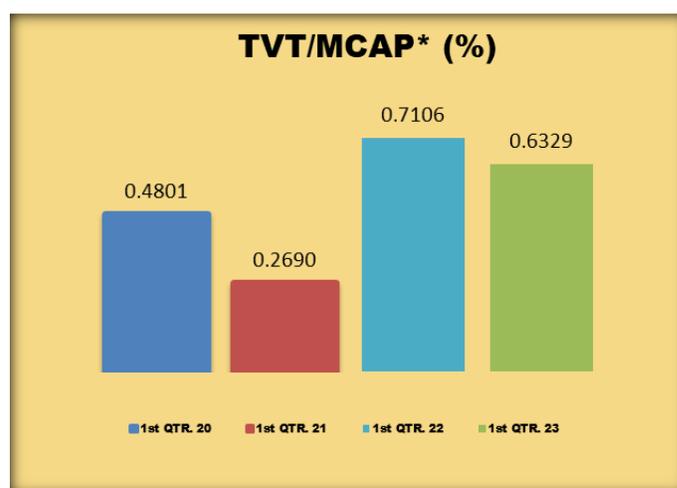
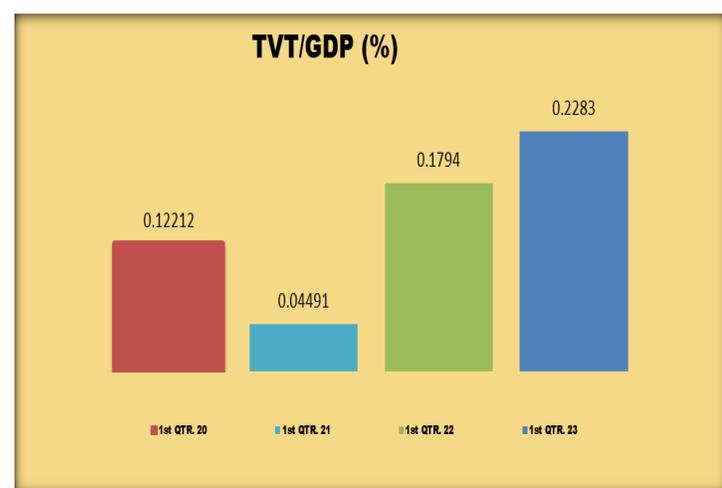
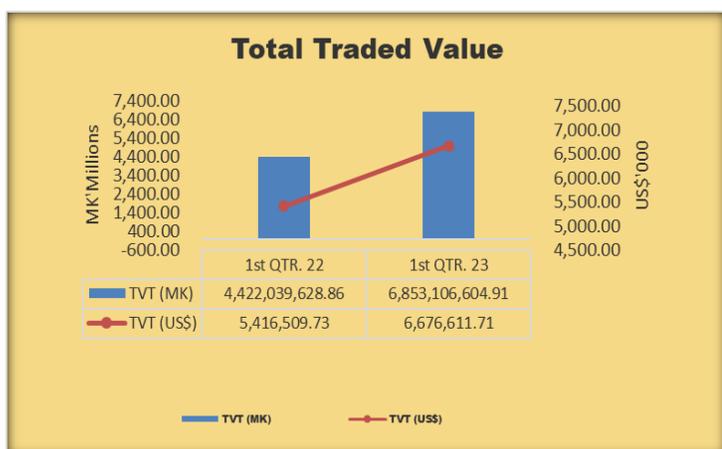
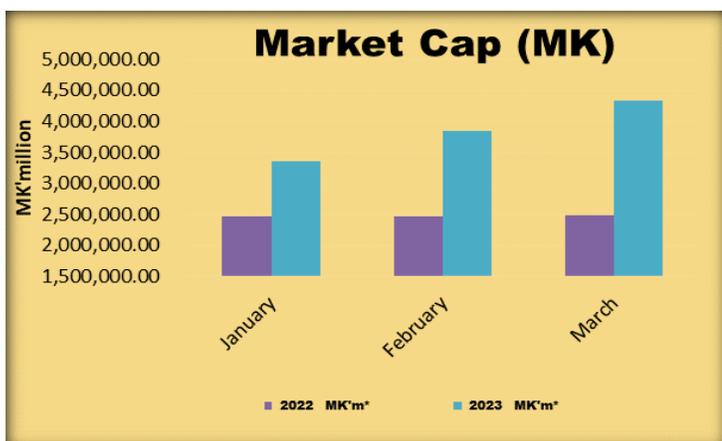
Market capitalization, increased in both Kwacha and US Dollar terms from K3.35 trillion (US\$3.26 billion) in January 2023 to K4.33 trillion (US\$4.22 billion) in March 2023.

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 0.63%, lower than 0.71% registered in Q1 2022. The ratio of Total Value of Trades to Gross Domestic Product (**TVT/GDP**) recorded a liquidity level of 0.23% in the review period while during the corresponding period of 2022 liquidity was at 0.18%.

Market capitalization as a percentage of GDP was at 36.08% in Q1 2023 whilst in Q1 2022 it was at 25.24%.



2. MARKET PERFORMANCE



3. COMPANY TRADING PERFORMANCE

A. Top gainers: Eleven counters registered capital gains

| MSE CODE | ISIN | COUNTER NAME | % GAIN |
|----------|--------------|--------------------------|----------|
| NICO | MWNICO010014 | NICO Holdings plc | 126.67 ▲ |
| FDHB | MWFDHB001166 | FDH Bank plc | 124.41 ▲ |
| NBS | MWNBS0010101 | NBS Bank plc | 84.97 ▲ |
| NITL | MWNITL010091 | NITL plc | 60.02 ▲ |
| FMBCH | MWFMB0010138 | FMB Capital Holdings plc | 50.62 ▲ |

B. Top Losers: Five counters registered capital losses

| MSE CODE | ISIN | COUNTER NAME | % LOSS |
|----------|--------------|-----------------------|--------|
| OMU | ZAE000255360 | Old Mutual Limited | -10.66 |
| ICON | MWICON001146 | ICON Properties plc | -0.50 |
| MPICO | MWMPI0010116 | MPICO plc | -0.29 |
| BHL | MWBHL0010029 | Blantyre Hotels plc | -0.09 |
| PCL | MWPCL0010053 | Press Corporation plc | -0.003 |

C. Volume Leaders

| MSE CODE | ISIN | COUNTER NAME | SHARES | % of Total |
|----------|--------------|-----------------------------|------------|------------|
| FDHB | MWFDHB001166 | FDH Bank plc | 37,144,944 | 31.26 |
| ICON | MWICON001146 | ICON Properties plc | 26,713,802 | 22.48 |
| NBS | MWNBS0010101 | NBS Bank plc | 20,086,932 | 16.91 |
| TNM | MWTNM0010126 | Telekom Networks Malawi plc | 19,351,961 | 16.29 |
| AIRTEL | MWAIRT001156 | Airtel Malawi plc | 5,568,237 | 4.69 |

D. Value Leaders

| MSE CODE | ISIN | COUNTER NAME | VALUE | % of Total |
|----------|--------------|-----------------------|------------------|------------|
| OMU | ZAE000255360 | Old Mutual Limited | 1,511,467,689.84 | 22.06 |
| FDHB | MWFDHB001166 | FDH Bank plc | 1,184,381,283.16 | 17.28 |
| PCL | MWPCL0010053 | Press Corporation plc | 1,102,165,643.66 | 16.08 |
| NBS | MWNBS0010101 | NBS Bank plc | 842,715,884.68 | 12.30 |
| NICO | MWNICO010014 | NICO Holdings plc | 409,629,374.23 | 5.98 |

3. COMPANY TRADING PERFORMANCE



MALAWI STOCK EXCHANGE

| Symbol | Open | High | Low | Close | Price Δ | Volume | Value | Trades Count | Market Capitalization |
|--------------|----------|----------|----------|----------|---------|--------------------|-------------------------|--------------|-----------------------------|
| AIRTEL | 56.64 | 75.01 | 56.65 | 75.01 | 32.43% | 5,568,237 | 347,715,556.53 | 209 | 825,110,000,000.00 |
| BHL | 10.97 | 10.97 | 10.96 | 10.96 | -0.09% | 13,742 | 150,667.21 | 4 | 9,203,667,726.80 |
| FDHB | 17.37 | 40.00 | 17.37 | 38.98 | 124.41% | 37,144,944 | 1,184,381,283.16 | 374 | 269,002,198,125.00 |
| FMBCH | 110.86 | 167.00 | 110.86 | 166.98 | 50.62% | 1,675,809 | 278,422,623.72 | 84 | 410,478,585,000.00 |
| ICON | 11.95 | 11.95 | 11.89 | 11.89 | -0.50% | 26,713,802 | 283,577,824.45 | 29 | 79,425,200,000.00 |
| ILLOVO | 540.00 | 750.00 | 540.00 | 750.00 | 38.89% | 146,770 | 90,183,124.28 | 72 | 535,083,293,250.00 |
| MPICO | 20.64 | 20.64 | 20.58 | 20.58 | -0.29% | 31,316 | 644,972.20 | 11 | 47,293,816,726.80 |
| NBM | 1,542.05 | 1,767.00 | 1,542.07 | 1,766.29 | 14.54% | 174,517 | 277,434,142.11 | 130 | 824,736,859,512.02 |
| NBS | 34.00 | 63.00 | 34.00 | 62.89 | 84.97% | 20,086,932 | 842,715,884.68 | 244 | 183,045,958,358.84 |
| NICO | 60.00 | 136.00 | 60.00 | 136.00 | 126.67% | 4,471,747 | 409,629,374.23 | 57 | 141,853,589,056.00 |
| NITL | 124.99 | 200.01 | 124.99 | 200.01 | 60.02% | 609,075 | 101,506,704.24 | 55 | 27,001,350,000.00 |
| OMU | 985.00 | 985.00 | 800.00 | 880.04 | -10.66% | 1,770,123 | 1,511,467,689.84 | 81 | 13,229,103,615.56 |
| PCL | 2,181.37 | 2,181.37 | 2,181.30 | 2,181.30 | -0.003% | 512,589 | 1,102,165,643.66 | 12 | 262,314,020,166.00 |
| STANDARD | 2,000.16 | 2,200.60 | 2,000.16 | 2,200.60 | 10.02% | 44,242 | 96,939,636.10 | 40 | 516,410,757,297.20 |
| SUNBIRD | 92.06 | 120.01 | 92.06 | 120.00 | 30.35% | 500,532 | 59,983,400.00 | 15 | 31,389,909,600.00 |
| TNM | 14.00 | 16.10 | 13.98 | 15.50 | 10.71% | 19,351,961 | 266,188,078.50 | 128 | 155,626,975,000.00 |
| Total | | | | | | 118,816,338 | 6,853,106,604.91 | 1,545 | 4,331,205,283,434.22 |

4. BOND TRADING PERFORMANCE



MALAWI STOCK EXCHANGE

There was 1 Corporate Medium Term Notes by Centenary Bank Malawi (formerly MyBucks Banking Corporation) and 59 Malawi Government Treasury Notes with a total nominal value of MK2.39 trillion (US\$2.32 billion) as at 31 March 2023.

There were no trades registered on the 60 listed debt securities.

| Symbol | Open | High | Low | Close | Price Δ | Volume '000' | Value | Trades Count | Nominal Value |
|--------|----------|----------|----------|----------|---------|--------------|-------|--------------|--------------------|
| 03TNY | 80.7182 | 80.7182 | 80.7182 | 80.7182 | 0.00% | 0 | 0.00 | 0 | 112,687,713,000.00 |
| 3TNRV | 76.8326 | 76.8326 | 76.8326 | 76.8326 | 0.00% | 0 | 0.00 | 0 | 10,431,350,000.00 |
| DB07I | 72.5761 | 72.5761 | 72.5761 | 72.5761 | 0.00% | 0 | 0.00 | 0 | 11,896,600,000.00 |
| DB10Y | 72.0496 | 72.0496 | 72.0496 | 72.0496 | 0.00% | 0 | 0.00 | 0 | 692,900,000.00 |
| DB820 | 72.3338 | 72.3338 | 72.3338 | 72.3338 | 0.00% | 0 | 0.00 | 0 | 18,463,100,000.00 |
| N02T | 87.5763 | 87.5763 | 87.5763 | 87.5763 | 0.00% | 0 | 0.00 | 0 | 118,048,832,000.00 |
| N0914 | 89.0915 | 89.0915 | 89.0915 | 89.0915 | 0.00% | 0 | 0.00 | 0 | 14,268,800,000.00 |
| NFB02 | 100.0000 | 100.0000 | 100.0000 | 100.0000 | 0.00% | 0 | 0.00 | 0 | 3,000,000,000.00 |
| T0119 | 69.2256 | 69.2256 | 69.2256 | 69.2256 | 0.00% | 0 | 0.00 | 0 | 8,431,000,000.00 |
| T012 | 81.0399 | 81.0399 | 81.0399 | 81.0399 | 0.00% | 0 | 0.00 | 0 | 125,981,188,000.00 |
| T0127 | 74.9917 | 74.9917 | 74.9917 | 74.9917 | 0.00% | 0 | 0.00 | 0 | 30,905,640,000.00 |
| T02MZ | 91.8528 | 91.8528 | 91.8528 | 91.8528 | 0.00% | 0 | 0.00 | 0 | 53,206,476,000.00 |
| T02NA | 88.7905 | 88.7905 | 88.7905 | 88.7905 | 0.00% | 0 | 0.00 | 0 | 56,543,765,000.00 |
| T02XN | 89.1022 | 89.1022 | 89.1022 | 89.1022 | 0.00% | 0 | 0.00 | 0 | 17,240,500,000.00 |
| T03BN | 81.6864 | 81.6864 | 81.6864 | 81.6864 | 0.00% | 0 | 0.00 | 0 | 94,914,257,000.00 |
| T03SD | 87.3825 | 87.3825 | 87.3825 | 87.3825 | 0.00% | 0 | 0.00 | 0 | 92,902,520,000.00 |
| T03TX | 82.3607 | 82.3607 | 82.3607 | 82.3607 | 0.00% | 0 | 0.00 | 0 | 22,755,930,000.00 |
| T05NT | 84.3890 | 84.3890 | 84.3890 | 84.3890 | 0.00% | 0 | 0.00 | 0 | 19,624,020,000.00 |
| T05QZ | 78.6668 | 78.6668 | 78.6668 | 78.6668 | 0.00% | 0 | 0.00 | 0 | 129,295,734,000.00 |
| T0731 | 72.1403 | 72.1403 | 72.1403 | 72.1403 | 0.00% | 0 | 0.00 | 0 | 6,846,500,000.00 |
| T103 | 77.4237 | 77.4237 | 77.4237 | 77.4237 | 0.00% | 0 | 0.00 | 0 | 36,495,000,000.00 |
| T10BZ | 70.6450 | 70.6450 | 70.6450 | 70.6450 | 0.00% | 0 | 0.00 | 0 | 5,000,000,000.00 |
| T10NX | 68.4575 | 68.4575 | 68.4575 | 68.4575 | 0.00% | 0 | 0.00 | 0 | 5,463,500,000.00 |
| T10YR | 71.7006 | 71.7006 | 71.7006 | 71.7006 | 0.00% | 0 | 0.00 | 0 | 15,975,000,000.00 |
| T2511 | 73.3232 | 73.3232 | 73.3232 | 73.3232 | 0.00% | 0 | 0.00 | 0 | 7,458,600,000.00 |
| T2MM | 84.6553 | 84.6553 | 84.6553 | 84.6553 | 0.00% | 0 | 0.00 | 0 | 69,162,200,000.00 |
| T3YRX | 82.3667 | 82.3667 | 82.3667 | 82.3667 | 0.00% | 0 | 0.00 | 0 | 27,158,690,000.00 |
| TN001 | 84.2591 | 84.2591 | 84.2591 | 84.2591 | 0.00% | 0 | 0.00 | 0 | 49,078,500,000.00 |
| TN002 | 83.6180 | 83.6180 | 83.6180 | 83.6180 | 0.00% | 0 | 0.00 | 0 | 112,314,383,000.00 |

4. BOND TRADING PERFORMANCE



MALAWI STOCK EXCHANGE

| | | | | | | | | | |
|--------------|----------|----------|----------|----------|-------|----------|-------------|----------|-----------------------------|
| TN023 | 87.5514 | 87.5514 | 87.5514 | 87.5514 | 0.00% | 0 | 0.00 | 0 | 32,891,200,000.00 |
| TN02Z | 89.2853 | 89.2853 | 89.2853 | 89.2853 | 0.00% | 0 | 0.00 | 0 | 17,843,324,000.00 |
| TN03 | 83.3589 | 83.3589 | 83.3589 | 83.3589 | 0.00% | 0 | 0.00 | 0 | 14,638,900,000.00 |
| TN03L | 82.2589 | 82.2589 | 82.2589 | 82.2589 | 0.00% | 0 | 0.00 | 0 | 55,692,046,000.00 |
| TN03N | 82.3849 | 82.3849 | 82.3849 | 82.3849 | 0.00% | 0 | 0.00 | 0 | 15,571,800,000.00 |
| TN05 | 86.2716 | 86.2716 | 86.2716 | 86.2716 | 0.00% | 0 | 0.00 | 0 | 63,097,328,000.00 |
| TN05Y | 77.3103 | 77.3103 | 77.3103 | 77.3103 | 0.00% | 0 | 0.00 | 0 | 92,884,104,000.00 |
| TN07 | 76.3317 | 76.3317 | 76.3317 | 76.3317 | 0.00% | 0 | 0.00 | 0 | 78,959,700,000.00 |
| TN102 | 87.9849 | 87.9849 | 87.9849 | 87.9849 | 0.00% | 0 | 0.00 | 0 | 18,811,414,000.00 |
| TN10F | 61.5493 | 61.5493 | 61.5493 | 61.5493 | 0.00% | 0 | 0.00 | 0 | 15,498,700,000.00 |
| TN12H | 91.9173 | 91.9173 | 91.9173 | 91.9173 | 0.00% | 0 | 0.00 | 0 | 82,963,906,000.00 |
| TN2 | 82.9777 | 82.9777 | 82.9777 | 82.9777 | 0.00% | 0 | 0.00 | 0 | 19,701,900,000.00 |
| TN201 | 71.7603 | 71.7603 | 71.7603 | 71.7603 | 0.00% | 0 | 0.00 | 0 | 14,326,370,000.00 |
| TN3 | 77.0438 | 77.0438 | 77.0438 | 77.0438 | 0.00% | 0 | 0.00 | 0 | 27,253,490,000.00 |
| TN5 | 70.6523 | 70.6523 | 70.6523 | 70.6523 | 0.00% | 0 | 0.00 | 0 | 70,925,000,000.00 |
| TN50 | 77.1437 | 77.1437 | 77.1437 | 77.1437 | 0.00% | 0 | 0.00 | 0 | 13,211,000,000.00 |
| TN5YC | 74.7614 | 74.7614 | 74.7614 | 74.7614 | 0.00% | 0 | 0.00 | 0 | 83,981,037,000.00 |
| TN7AF | 73.8329 | 73.8329 | 73.8329 | 73.8329 | 0.00% | 0 | 0.00 | 0 | 33,927,070,000.00 |
| TN7YR | 76.7700 | 76.7700 | 76.7700 | 76.7700 | 0.00% | 0 | 0.00 | 0 | 16,239,700,000.00 |
| TN888 | 73.0590 | 73.0590 | 73.0590 | 73.0590 | 0.00% | 0 | 0.00 | 0 | 5,960,000,000.00 |
| TN90 | 88.4233 | 88.4233 | 88.4233 | 88.4233 | 0.00% | 0 | 0.00 | 0 | 19,447,360,000.00 |
| TN92 | 100.0000 | 100.0000 | 100.0000 | 100.0000 | 0.00% | 0 | 0.00 | 0 | 48,087,041,000.00 |
| TN96 | 100.0000 | 100.0000 | 100.0000 | 100.0000 | 0.00% | 0 | 0.00 | 0 | 39,105,000,000.00 |
| TNX07 | 76.0578 | 76.0578 | 76.0578 | 76.0578 | 0.00% | 0 | 0.00 | 0 | 20,450,000,000.00 |
| TNX10 | 70.6384 | 70.6384 | 70.6384 | 70.6384 | 0.00% | 0 | 0.00 | 0 | 11,786,000,000.00 |
| TNX7 | 74.3855 | 74.3855 | 74.3855 | 74.3855 | 0.00% | 0 | 0.00 | 0 | 39,100,200,000.00 |
| TNY07 | 75.3418 | 75.3418 | 75.3418 | 75.3418 | 0.00% | 0 | 0.00 | 0 | 29,960,419,000.00 |
| TT05 | 76.9113 | 76.9113 | 76.9113 | 76.9113 | 0.00% | 0 | 0.00 | 0 | 37,750,900,000.00 |
| TX07Y | 74.6008 | 74.6008 | 74.6008 | 74.6008 | 0.00% | 0 | 0.00 | 0 | 13,021,000,000.00 |
| TX10Z | 70.6213 | 70.6213 | 70.6213 | 70.6213 | 0.00% | 0 | 0.00 | 0 | 10,740,000,000.00 |
| Y05TN | 68.6804 | 68.6804 | 68.6804 | 68.6804 | 0.00% | 0 | 0.00 | 0 | 65,390,734,000.00 |
| Total | | | | | | 0 | 0.00 | 0 | 2,385,459,341,000.00 |

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