

MONTHLY MARKET REPORT JANUARY 2024



**Old Reserve Bank Building, Victoria Avenue
P/Bag 270
Blantyre
Malawi**

Telephone: (265) 111 824 233; Fax: (265) 111 823 636

E-mail: info@mse.co.mw

Website: www.mse.co.mw

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

Email: info@mse-mw.com

Tel: 01 824 233

<https://www.mse.co.mw>



MALAWI STOCK EXCHANGE



"Malawi's Global Portal"



MALAWI STOCK EXCHANGE

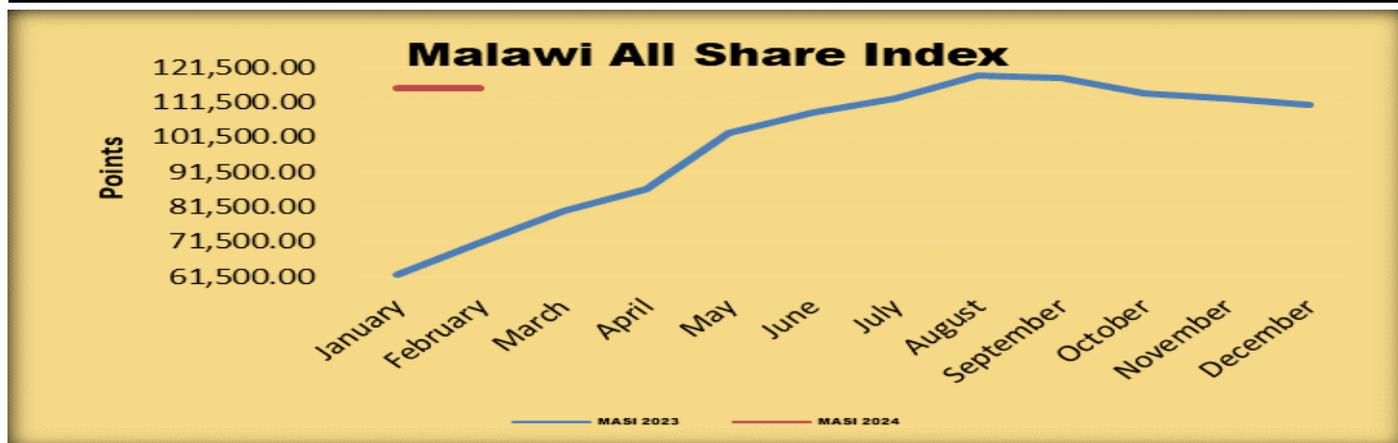
1. TRADING SUMMARY

In the month of January 2024, the market registered a positive month-on-month return on index of 4.25% (4.25% in US\$ terms). The market however, registered a decrease in both total traded value and volume of shares.

There were no trades on the 79 Debt Securities Board.

Index Levels and Return – January 2024

INDEX	January 2024	December 2023	% Monthly Δ 2024	% Monthly Δ 2023	% Δ YTD. 2024
MASI	115,670.54	110,951.21	4.25 \blacktriangle	10.34 \blacktriangle	4.25 \blacktriangle
DSI	86,383.46	86,359.68	0.03 \blacktriangle	6.98 \blacktriangle	0.03 \blacktriangle
FSI	21,124.59	15,792.06	33.77 \blacktriangle	49.16 \blacktriangle	33.77 \blacktriangle



	January 2024	December 2023	Monthly % Δ	January 2023	Y-O-Y % Δ
Traded Value (MK)	2,072,775,239.46	2,126,198,471.64	-2.51	2,315,457,887.73	-10.48
Traded Value (US\$)	1,231,327.51	1,263,063.46	-2.51	2,255,825.59	-45.42
Traded Vol. Shares	11,982,617	16,309,567	-26.53	62,928,670	-80.96
No. of Transactions	870	615	41.46 \blacktriangle	439	98.18 \blacktriangle
Index Close (MASI)	115,670.54	110,951.21	4.25 \blacktriangle	68,451.77	68.98 \blacktriangle
Listed Debt Securities	79	80		62	
Traded Debt Securities	00	00		00	
Listed companies	16	16		16	
Traded Companies	16	15		16	
Not Traded Companies	00	01		00	
Gainers	10	09		10	
Decliners	06	05		05	
Unchanged	00	01		01	

2. MARKET PERFORMANCE

A. Trade Performance Analysis The market transacted a total of 11,982,617 shares at a total consideration of MK2,072,775,239.46 (US\$1,231,327.51) in 870 trades in the month of January 2024. In the previous month of December 2023, the market transacted a total of 16,309,567 shares at a total consideration of MK2,126,198,471.64 (US\$1,263,063.46) in 615 trades. This reflects a **-26.53%** decrease in terms of share volume traded and a **-2.51%** (**-2.51%** in US Dollar terms) decrease in share value traded.

Daily average share trades exhibited similar trends where the market registered an average daily volume of 570,601 shares compared to 858,398 shares traded in December 2023, reflecting a decrease of **-33.53%**.

The average daily turnover for January 2024 was MK98,703,582.83 (US\$58,634.64) compared to MK111,905,182.72 (US\$66,477.02) in December 2023, reflecting a decrease of **-11.80%** (**-11.80%** 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 110,951.21 points registered in December 2023 to 115,670.54 points registered in January 2024, giving a month-on-month return on index of **4.25%** (**4.25%** in US\$ terms). The price gains registered by NICO(36.28%), FMBCH(34.17%), ILLOVO(7.14%), SUNBIRD(2.07%), NITL(0.35%), BHL(0.15%), NBS(0.03%), NBM(0.02%), OMU(0.00133%) and STANDARD(0.00127%) were enough to offset share price losses registered by TNM(-14.44%), AIRTEL(-8.17%), FDHB(-7.14%), ICON(-4.76%), MPICO(-0.20%) and PCL(-0.00160%) resulting into an upward movement of the Malawi All Share Index. The Domestic Share and the Foreign Share Indices inched upwards by 0.03% to 86,383.46 points and by 33.77% to 21,124.59 points respectively.

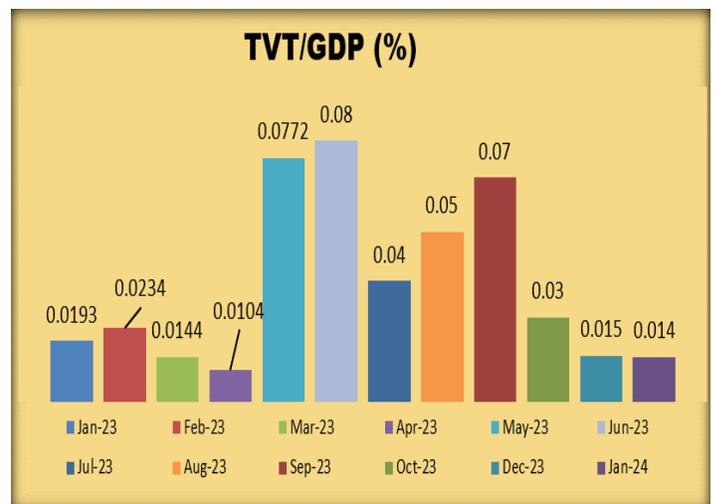
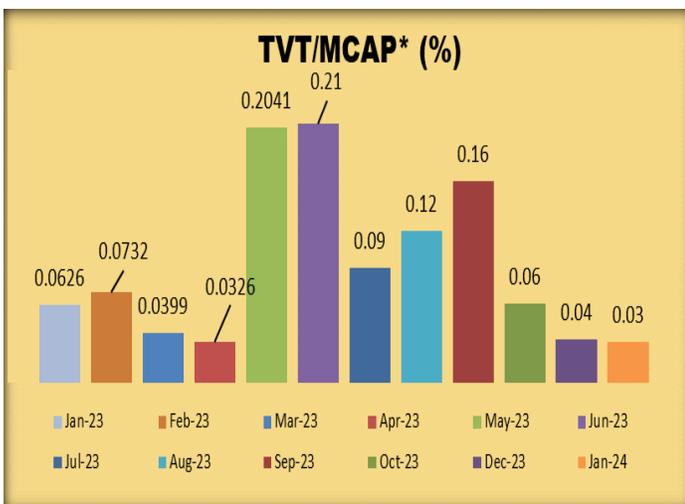
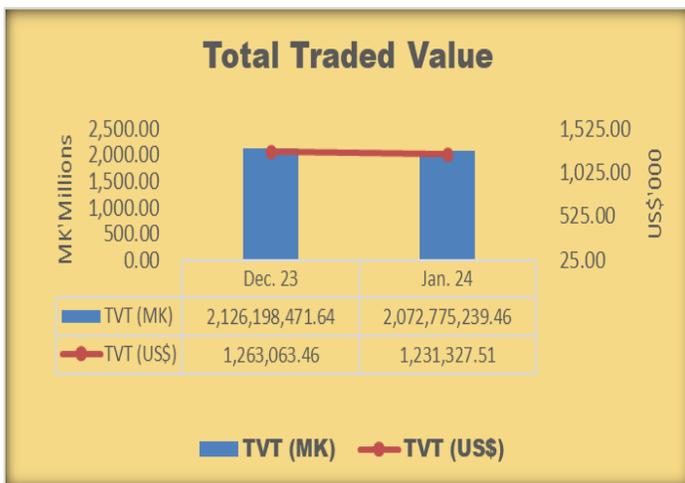
Equity market capitalization increased in both Malawi Kwacha and US Dollar terms from MK6.00 trillion (US\$3.56 billion) to MK6.26 trillion (US\$3.72 billion).

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 January 2024 was recorded at 0.03%, lower than 0.04% registered in December 2023. The ratio of Total Value of Trades to Gross Domestic Product (**TVT/GDP**) recorded a liquidity level of 0.014% in January 2024 while during the previous month, December 2023, liquidity was at 0.015%.

Market capitalization as a percentage of GDP was at 42.90% in January 2024 whilst in December 2023 it was at 41.08%.



2. MARKET PERFORMANCE



3. COMPANY TRADING PERFORMANCE



MALAWI STOCK EXCHANGE

A. Top 5 gainers:

Ten counters registered capital gains

MSE CODE	ISIN	COUNTER NAME	% GAIN
NICO	MWNICO010014	NICO Holdings plc	36.28 ▲
FMBCH	MWFMB0010138	FMB Capital Holdings plc	34.17 ▲
ILLOVO	MWILLV010032	Illovo Sugar Malawi plc	7.14 ▲
SUNBIRD	MWSTL0010085	Sunbird Tourism plc	2.07 ▲
NITL	MWNITL010091	National Investment Trust plc	0.35 ▲

B. Top 5 Losers: Six

counters registered capital losses

MSE CODE	ISIN	COUNTER NAME	% LOSS
TNM	MWTNM0010126	Telekom Networks Malawi plc	-14.44
AIRTEL	MWAIRT001156	Airtel Malawi plc	-8.17
FDHB	MWFDHB001166	FDH Bank plc	-7.14
ICON	MWICON001146	ICON Properties plc	-4.76
MPICO	MWMPI0010116	MPICO plc	-0.20

C. Top 5 Volume Leaders

MSE CODE	ISIN	COUNTER NAME	SHARES	% of Total
NICO	MWNICO010014	NICO Holdings plc	2,645,377	22.08
FDHB	MWFDHB001166	FDH Bank plc	2,382,803	19.89
AIRTEL	MWAIRT001156	Airtel Malawi plc	2,211,790	18.46
NBS	MWNBS0010105	NBS Bank plc	1,913,711	15.97
FMBCH	MWFMB0010138	FMB Capital Holdings plc	869,495	7.26

D. Top 5 Value Leaders

MSE CODE	ISIN	COUNTER NAME	VALUE	% of Total
NICO	MWNICO010014	NICO Holdings plc	478,936,989.05	23.11
FMBCH	MWFMB0010138	FMB Capital Holdings plc	351,232,800.23	16.95
NBM	MWNBM0010074	NBM plc	346,909,106.00	16.74
NBS	MWNBS0010105	NBS Bank plc	219,946,369.97	10.61
ILLOVO	MWILLV010032	Illovo Sugar Malawi plc	167,856,943.30	8.10



3. COMPANY TRADING PERFORMANCE

In the secondary market, 11.98 million shares were transacted at a total consideration of MK2.07 billion (US\$1.23 million) in 870 deals with no listings in the primary market.

Symbol	Open	High	Low	Close	Price Δ	Volume	Value	Trades Count	Market Capitalization
AIRTEL	60.00	60.00	55.00	55.10	-8.17%	2,211,790	122,119,674.82	138	606,100,000,000.00
BHL	13.00	13.02	13.00	13.02	0.15%	149,413	1,944,763.13	10	10,933,554,179.10
FDHB	70.00	70.00	65.00	65.00	-7.14%	2,382,803	160,742,896.57	168	448,567,031,250.00
FMBCH	315.00	450.00	315.02	422.63	34.17%	869,495	351,232,800.23	88	1,038,930,197,500.00
ICON	17.85	17.84	16.99	17.00	-4.76%	384,340	6,581,055.93	16	113,560,000,000.00
ILLOVO	1,260.03	1,350.01	1,260.04	1,350.00	7.14%	132,674	167,856,943.30	42	963,149,927,850.00
MPICO	15.00	14.99	14.86	14.97	-0.20%	577,815	8,649,168.64	20	34,401,770,476.20
NBM	2,101.25	2,101.72	2,101.26	2,101.72	0.02%	165,085	346,909,106.00	86	981,359,772,389.36
NBS	114.90	115.00	114.79	114.94	0.03%	1,913,711	219,946,369.97	101	334,541,301,538.64
NICO	150.40	206.00	150.40	204.97	36.28%	2,645,377	478,936,989.05	76	213,792,133,447.12
NITL	409.99	411.42	409.99	411.42	0.35%	313,422	128,853,326.12	51	55,541,700,000.00
OMU	1,500.00	1,500.02	1,500.00	1,500.02	0.00133%	714	1,071,014.05	9	19,469,151,085.22
PCL	2,506.99	2,506.99	2,506.94	2,506.95	-0.00160%	17,792	44,604,288.85	13	301,475,327,949.00
STANDARD	3,950.00	3,950.05	3,950.01	3,950.05	0.00127%	5,684	22,451,980.36	15	926,950,973,308.10
SUNBIRD	191.07	195.02	191.07	195.02	2.07%	40,958	7,902,861.00	5	51,013,834,751.60
TNM	18.70	18.70	16.00	16.00	-14.44%	171,544	2,972,001.44	32	160,647,200,000.00
Total						11,982,617	2,072,775,239.46	870	6,260,433,875,724.34



4. BOND TRADING PERFORMANCE

In the period under review, there were 8 Development Bonds and 71 Treasury Notes issued by Malawi Government with a total nominal value of MK3.63 trillion as at 31 January 2024.

There were no trades in the secondary market.

Counter Bonds	Nominal Value Issued (MKmn)	Maturity Date	Coupon Rate	BID	OFFER	LAST	Face Value traded
03TNY	112,687.7130	21/4/2025	11.0000	0.0000	0.0000	80.7182	0.0000
10TN8	11,758.9000	29/12/2032	15.0000	0.0000	0.0000	55.9618	0.0000
10TNY	47,342.2760	1/6/2033	15.0000	0.0000	0.0000	52.0498	0.0000
23TN5	46,276.0400	26/1/2028	12.5000	0.0000	0.0000	64.6972	0.0000
25TN7	26,899.4000	17/10/2029	13.5000	0.0000	0.0000	59.7366	0.0000
2DB07	28,180.8000	24/11/2029	14.5000	0.0000	0.0000	60.6393	0.0000
3TNFY	10,431.3500	28/6/2025	11.0000	0.0000	0.0000	76.8326	0.0000
3TNYR	31,446.0280	15/12/2025	11.0000	0.0000	0.0000	74.9507	0.0000
9DB05	16,069.9600	29/6/2028	13.5000	0.0000	0.0000	41.6165	0.0000
BD05Y	8,079.6910	1/12/2027	13.5000	0.0000	0.0000	66.1055	0.0000
CTN05	37,830.0000	23/3/2028	12.5000	0.0000	0.0000	63.2752	0.0000
DB07I	11,896.6000	10/3/2029	14.5000	0.0000	0.0000	72.5761	0.0000
DB10Y	692.9000	28/4/2032	16.0000	0.0000	0.0000	72.0496	0.0000
DB7FF	18,097.8000	1/9/2029	14.5000	0.0000	0.0000	62.1614	0.0000
DB7GF	29,584.6500	2/3/2030	14.5000	0.0000	0.0000	60.5778	0.0000
DB820	18,463.1000	19/8/2031	16.0000	0.0000	0.0000	72.3338	0.0000
GTN05	52,582.7000	4/5/2028	12.5000	0.0000	0.0000	61.4978	0.0000
M02TN	57,982.0000	16/3/2025	10.0000	0.0000	0.0000	81.3651	0.0000
N02T	118,048.8320	19/5/2024	10.0000	0.0000	0.0000	87.5763	0.0000
NDT07	53,119.2200	20/4/2030	13.5000	0.0000	0.0000	55.7311	0.0000
R10TN	115,106.4200	29/9/2032	15.0000	0.0000	0.0000	59.3652	0.0000
RTN05	144,429.2000	1/10/2027	12.5000	0.0000	0.0000	68.0190	0.0000
T0119	8,431.0000	20/1/2032	15.0000	0.0000	0.0000	69.2256	0.0000
T012	125,981.1880	7/5/2025	12.5000	0.0000	0.0000	81.0399	0.0000
T0127	30,905.6400	27/1/2027	12.5000	0.0000	0.0000	74.9917	0.0000
T02DX	40,613.1000	3/11/2024	10.0000	0.0000	0.0000	82.9730	0.0000
T02JH	93,374.1250	16/2/2026	11.0000	0.0000	0.0000	75.2701	0.0000
T02KK	125,488.1330	15/9/2024	10.0000	0.0000	0.0000	83.2350	0.0000
T02NA	56,543.7650	4/3/2024	10.0000	0.0000	0.0000	88.7905	0.0000
T02QL	71,904.1650	19/1/2025	10.0000	0.0000	0.0000	82.9472	0.0000
T03BN	94,914.2570	10/2/2025	11.0000	0.0000	0.0000	81.6864	0.0000
T03SD	92,902.5200	1/11/2024	11.0000	0.0000	0.0000	87.3825	0.0000
T03TX	22,755.9300	8/4/2024	11.0000	0.0000	0.0000	82.3607	0.0000
T03VV	113,694.9950	25/8/2025	11.0000	0.0000	0.0000	76.2257	0.0000
T05NT	19,624.0200	2/9/2026	12.5000	0.0000	0.0000	84.3890	0.0000
T05Q2	129,295.7340	2/10/2026	12.5000	0.0000	0.0000	78.6668	0.0000
T05RR	26,849.4500	17/11/2027	12.5000	0.0000	0.0000	66.1551	0.0000
T0731	6,846.5000	29/7/2028	13.5000	0.0000	0.0000	72.1403	0.0000
T07GK	77,232.2000	14/7/2029	13.5000	0.0000	0.0000	62.1619	0.0000



4. BOND TRADING PERFORMANCE

T07JK	25,857.0000	2/2/2030	13.5000	0.0000	0.0000	59.8482	0.0000
T07YR	109,005.9580	15/6/2030	13.5000	0.0000	0.0000	54.6082	0.0000
T103	36,495.0000	23/7/2025	12.5000	0.0000	0.0000	77.4237	0.0000
T10B2	5,000.0000	28/10/2031	15.0000	0.0000	0.0000	70.6450	0.0000
T10LK	93,435.2250	23/2/2033	15.0000	0.0000	0.0000	57.4336	0.0000
T10NX	5,463.5000	30/9/2031	15.0000	0.0000	0.0000	68.4575	0.0000
T10YR	15,975.0000	17/9/2030	15.0000	0.0000	0.0000	71.7006	0.0000
T2511	7,458.6000	25/11/2028	13.5000	0.0000	0.0000	73.3232	0.0000
T2MM	69,162.2000	29/7/2024	10.0000	0.0000	0.0000	84.6553	0.0000
T3YFX	27,158.6900	5/8/2024	11.0000	0.0000	0.0000	82.3667	0.0000
TN02F	14,972.8830	20/10/2024	10.0000	0.0000	0.0000	82.4461	0.0000
TN03L	55,692.0460	23/12/2024	11.0000	0.0000	0.0000	82.2589	0.0000
TN03N	15,571.8000	30/6/2024	11.0000	0.0000	0.0000	82.3849	0.0000
TN03X	89,955.8000	13/10/2025	11.0000	0.0000	0.0000	74.9966	0.0000
TN05	63,097.3280	5/12/2024	10.5000	0.0000	0.0000	86.2716	0.0000
TN05Y	92,884.1040	24/12/2025	12.5000	0.0000	0.0000	77.3103	0.0000
TN07	78,959.7000	4/6/2027	13.5000	0.0000	0.0000	76.3317	0.0000
TN102	18,811.4140	15/8/2026	14.0000	0.0000	0.0000	87.9849	0.0000
TN10F	15,498.7000	16/6/2032	15.0000	0.0000	0.0000	61.5493	0.0000
TN2	19,701.9000	4/2/2024	11.0000	0.0000	0.0000	82.9777	0.0000
TN201	14,326.3700	24/2/2029	13.5000	0.0000	0.0000	71.7603	0.0000
TN3	27,253.4900	25/3/2026	12.5000	0.0000	0.0000	77.0438	0.0000
TN5	70,925.0000	8/5/2031	15.0000	0.0000	0.0000	70.6523	0.0000
TN50	13,211.0000	23/10/2025	12.5000	0.0000	0.0000	77.1437	0.0000
TN5YC	83,981.0370	24/3/2027	12.5000	0.0000	0.0000	74.7614	0.0000
TN7AF	33,927.0700	20/8/2027	13.5000	0.0000	0.0000	73.8329	0.0000
TN7YR	16,239.7000	9/1/2027	11.5000	0.0000	0.0000	76.7700	0.0000
TN888	5,960.0000	23/4/2030	15.0000	0.0000	0.0000	73.0590	0.0000
TN90	19,447.3600	12/9/2029	15.5000	0.0000	0.0000	88.4233	0.0000
TN92	48,087.0410	27/12/2025	15.5000	0.0000	0.0000	100.0000	0.0000
TNX07	20,450.0000	12/11/2027	13.5000	0.0000	0.0000	76.0578	0.0000
TNX10	11,786.0000	10/12/2030	15.0000	0.0000	0.0000	70.6384	0.0000
TNX7	39,100.2000	17/6/2028	13.5000	0.0000	0.0000	74.3855	0.0000
TNY07	29,960.4190	14/1/2028	13.5000	0.0000	0.0000	75.3418	0.0000
TNYR2	49,368.0710	8/6/2025	10.0000	0.0000	0.0000	78.1983	0.0000
TT05	37,750.9000	3/6/2026	12.5000	0.0000	0.0000	76.9113	0.0000
TX07Y	13,021.0000	23/4/2028	13.5000	0.0000	0.0000	74.6008	0.0000
TX10Z	10,740.0000	18/2/2031	15.0000	0.0000	0.0000	70.6213	0.0000
Y05TN	65,390.7340	2/6/2027	12.5000	0.0000	0.0000	68.6804	0.0000
YR07T	28,722.0370	5/5/2029	13.5000	0.0000	0.0000	66.3666	0.0000
Total	3,634,166.5790						0.0000

5. ECONOMIC REVIEW



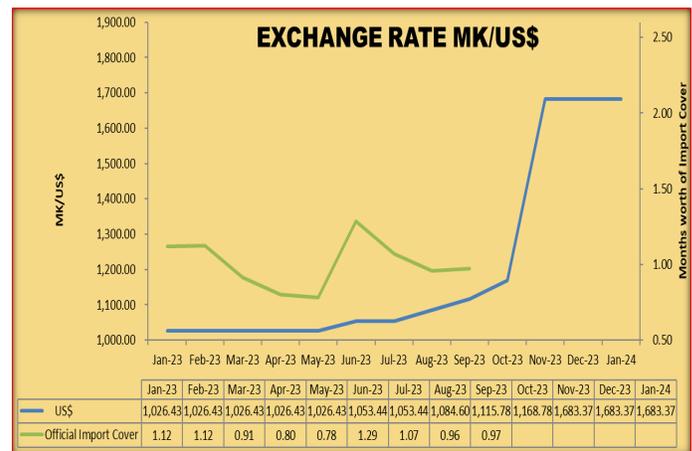
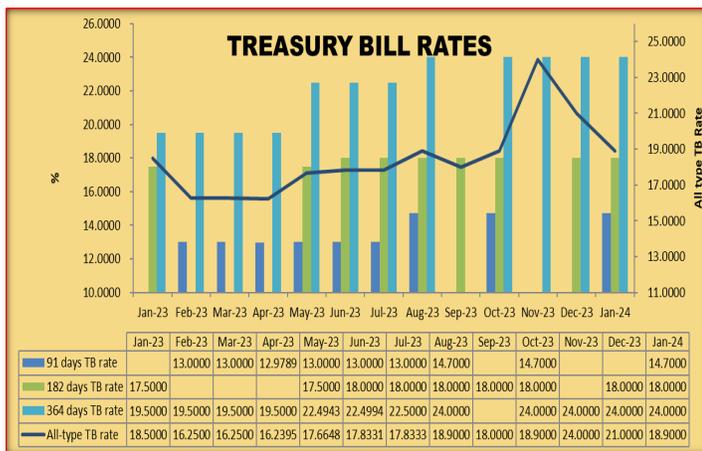
MALAWI STOCK EXCHANGE

Interest Rates

During the period under review, the yields on the 91 day Tbill, the 182 Tbill and the 364 day Tbill were at 14.7000%, 18.0000% and 24.0000% respectively.

Exchange Rates

The Kwacha was stable against the United States Dollar in the period under review. Gross official reserves were at 0.97 months worth of import cover as at 30 September 2023.

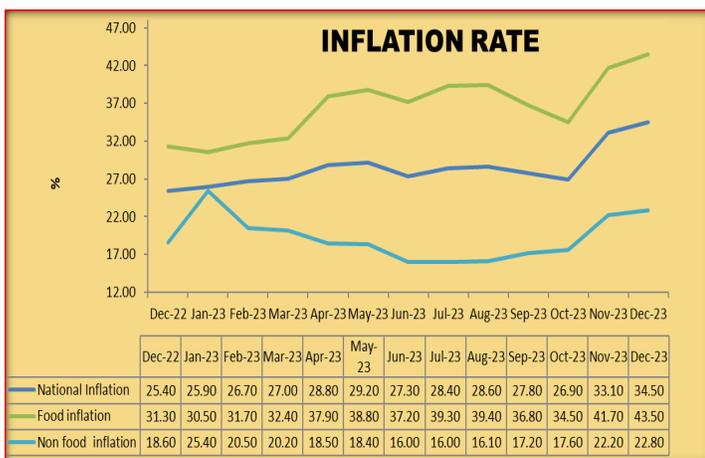


Inflation Rates

Headline inflation inched upwards by 140 basis points from 33.10 in November, 2023 to 34.50% in December, 2023.

Monetary Policy Rate

The Monetary Policy Committee at its meeting held on 27 October 2023 maintained the policy rate at 24%.



CONTACTS AND ADDRESSES OF MSE STOCK BROKERS

Stockbrokers Malawi Limited

NBM Business Complex

P.O Box 31180

Blantyre

Tel: +265 111 836 213

Fax: +265 111 824 353

Email: sml@smlmw.com

Continental Capital Limited

1st Floor, Ulimi House

P.O Box 1444

Blantyre

Tel: +265 111 830 638

Email: capital@continental.mw

capital@cdh-malawi.com

Cedar Capital Ltd

4th Floor, Livingstone Towers

P.O Box 3340

Blantyre

Tel: +265 111 831 995

Fax: +265 111 831 859

Email: kamphonia@cedarcapital.mw