

# Financial Market Update

| Week ending 27 November 2020



The following highlights compare the week ending 27 November 2020 to the week ending 20 November 2020:



## EQUITY MARKET (Source: MSE)

- The MASI increased to 31,232.57 points this week, from 30,948.18 points last week. The return on MASI (year-to-date) was 3.24% compared to 0.80% during the same period last year.
- There were share price gains for FDH Bank (from K12.00 to K13.29) and PCL (from K1,343.99 to K1,398.57).
- There were share price losses for ICON (from K12.30 to K12.29), NBS (from K20.93 to K20.91) and TNM (from K19.46 to K19.39).



## CURRENCY MARKET (Source: RBM)

- The Malawi Kwacha marginally depreciated against the USD from K764.78 per USD to K765.76 per USD.
- The Kwacha depreciated against the GBP (from K1,045.25 per GBP to K1,056.22 per GBP) and ZAR (from K52.86 per ZAR to K53.75 per ZAR). It also marginally depreciated against the EUR (from K948.88 per EUR to K950.39 per EUR).



## GOVERNMENT SECURITIES (Source: RBM)

- A total of K17.98 Billion was raised this week in the Treasury Bill (TB) and Treasury Note (TN) auction.
- The TB and TN auctions raised K14.71 billion and K3.27 billion, respectively.
- The 364 days paper had 99.94% of the TB subscriptions.
- There were nil rejections in the TB auctions while the TN auction had a 6.78% rejection rate.

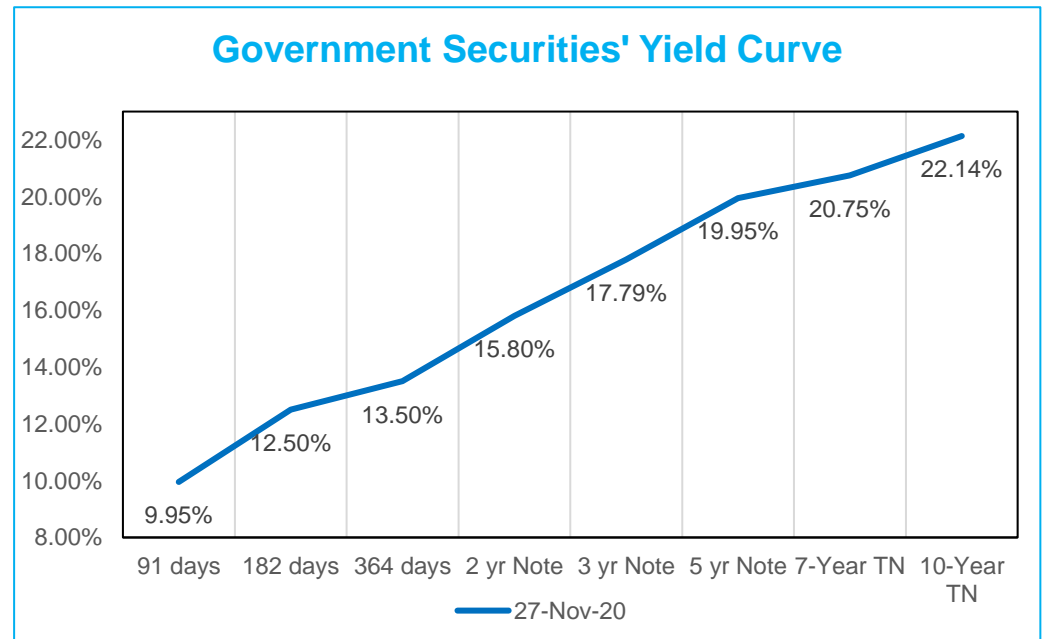
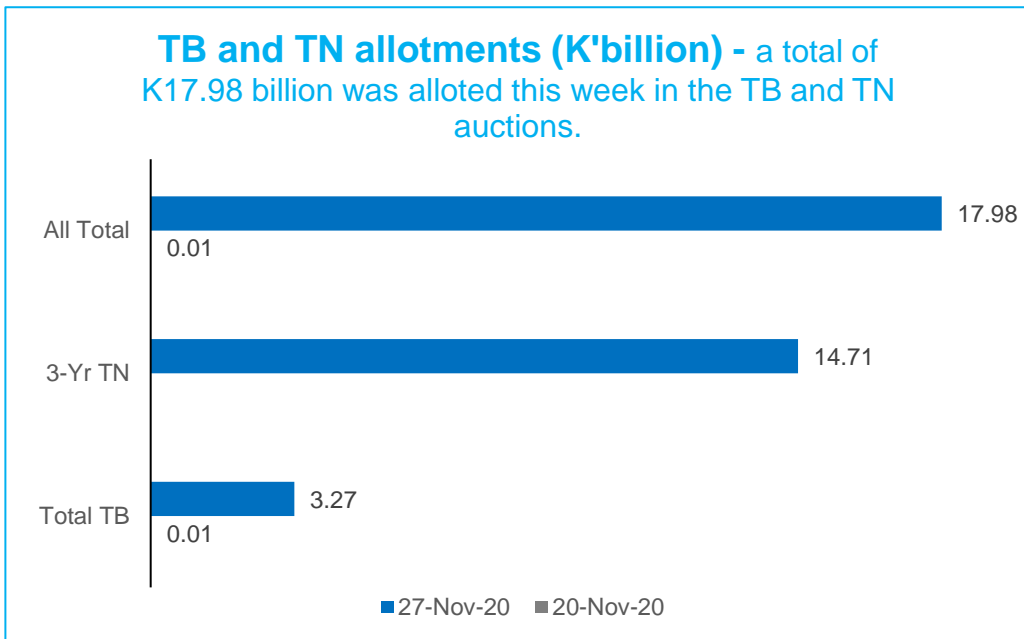
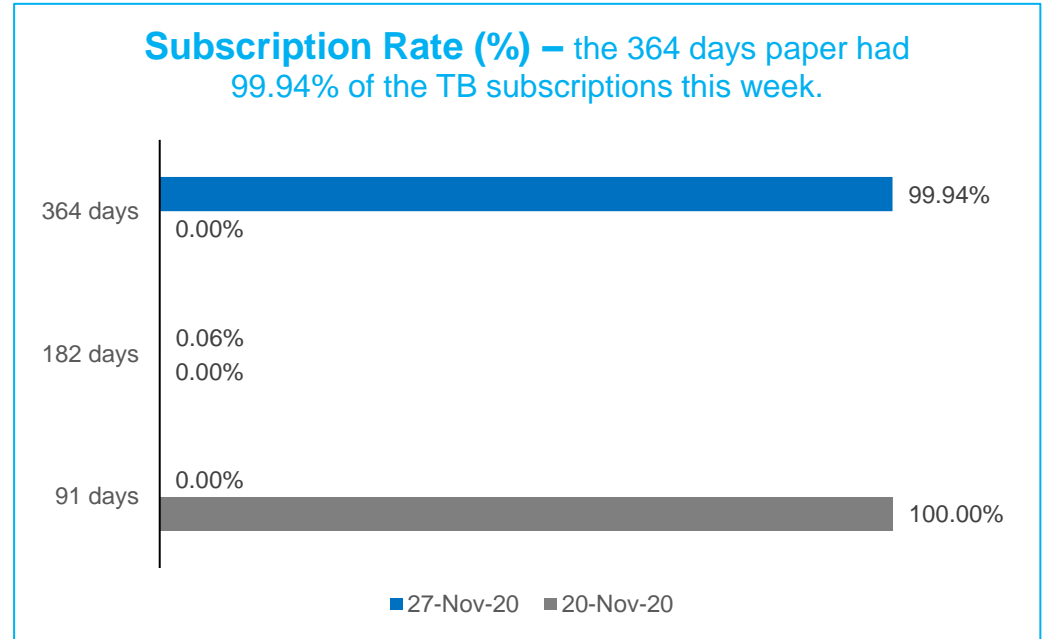
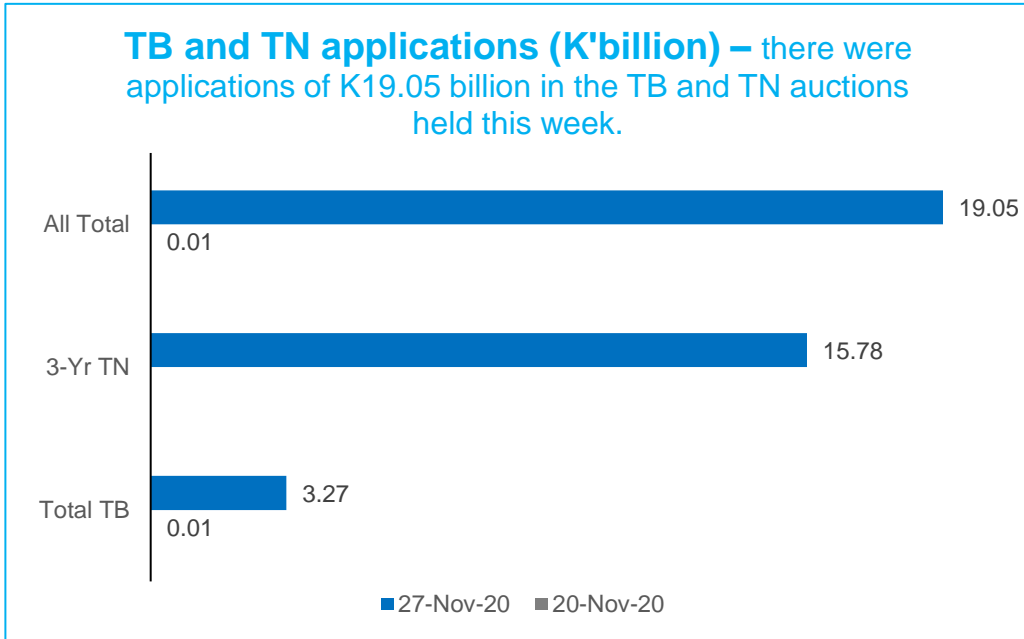


## FINANCIAL MARKET DEVELOPMENTS (Source: RBM)

- The daily overnight interbank average rate decreased to 12.08% this week from 12.13% last week.



# GOVERNMENT SECURITIES (Source: RBM)

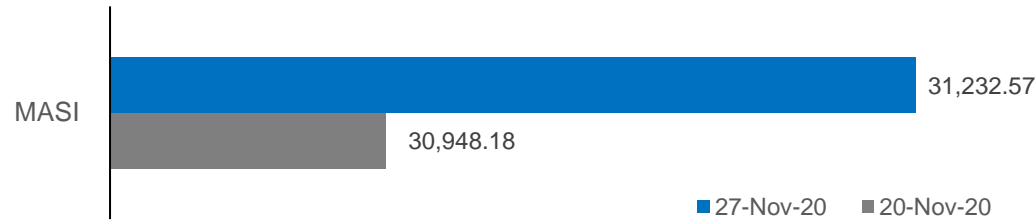


TB - Treasury Bill  
TN - Treasury Note

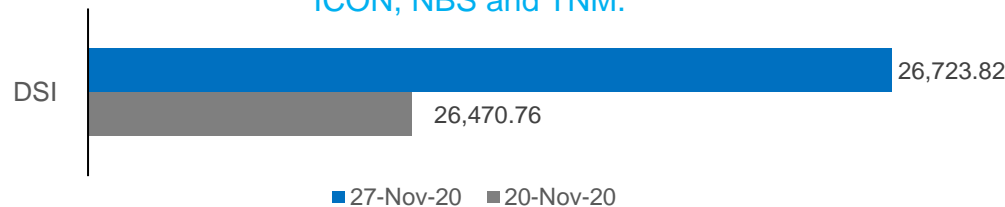


## EQUITY MARKET (Source: MSE)

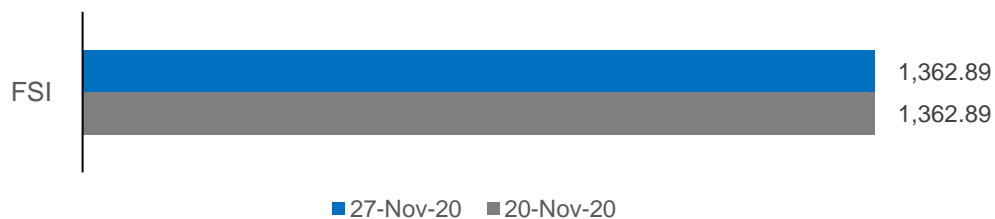
**MASI** – the stock market was bullish this week as the MASI increased to 31,232.57 points from 30,948.18 points. This was caused by the increase in the DSI.



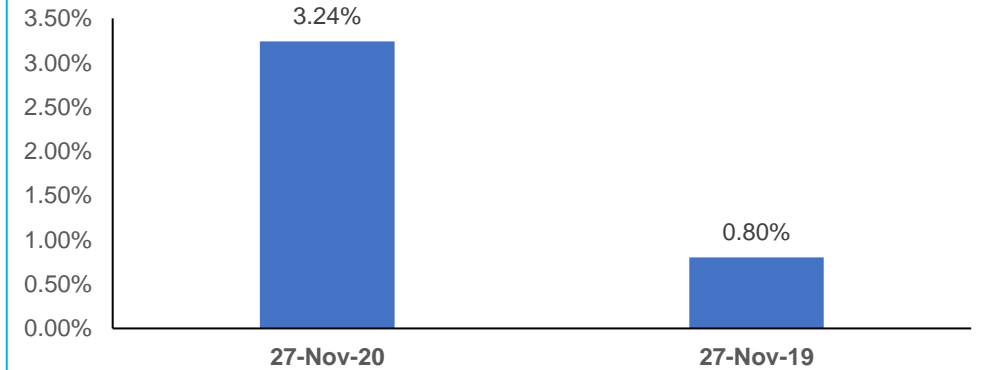
**DSI** – the DSI increased to 26,723.82 points from 26,470.76 points due to share price increases in PCL and FDH Bank. These increases offset the share price losses in ICON, NBS and TNM.



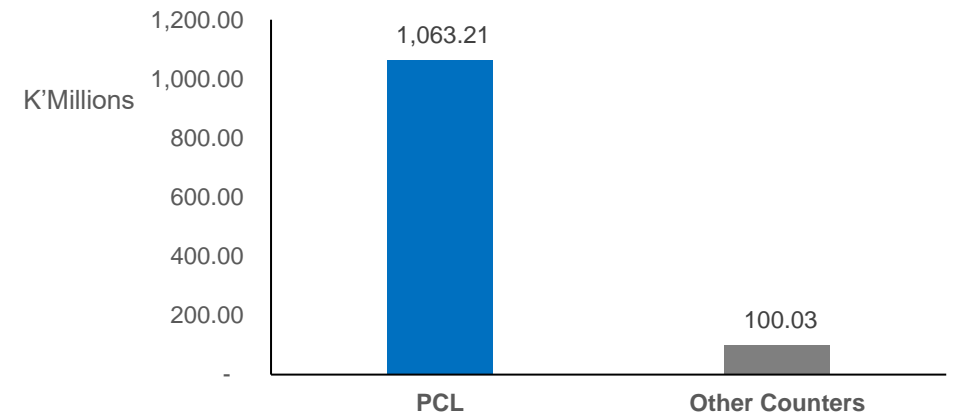
**FSI** – there was no change in the FSI, which is affected by price changes in FMBCH and OMU.



**MASI YTD Return (%)** – the MASI registered a year-to-date return of 3.24% this year (it was 0.80% last year).



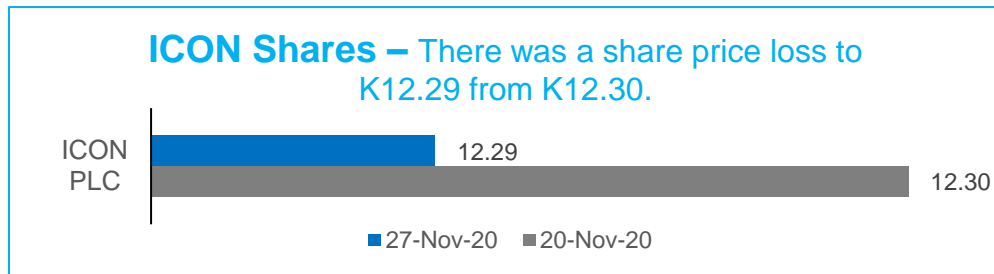
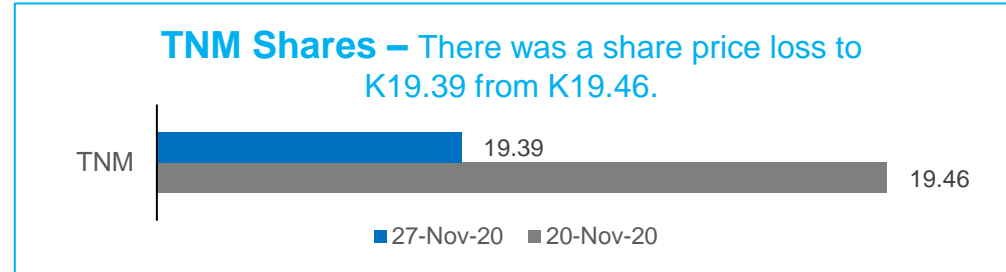
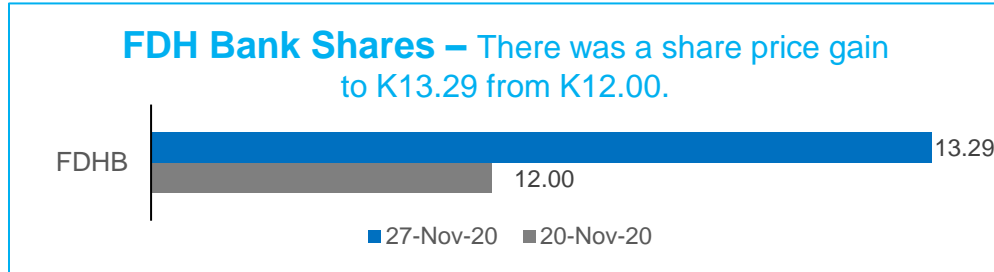
**Value of Shares Traded – PCL** had the highest value of shares traded at K1.06 billion. The total value of shares traded this week was K1.16 billion.



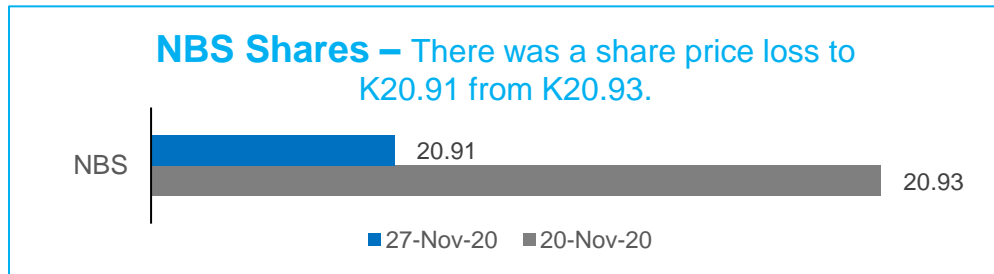
MA SI: Malawi All Share Index  
DSI: Domestic share Index  
FSI: Foreign share Index  
OMU: Old Mutual Limited



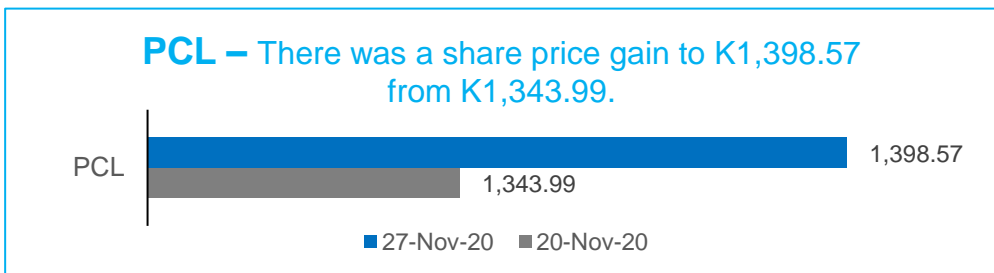
## EQUITY MARKET (Continued)



The other counters closed at the same prices as the previous week. Their closing prices are shown in the table below:

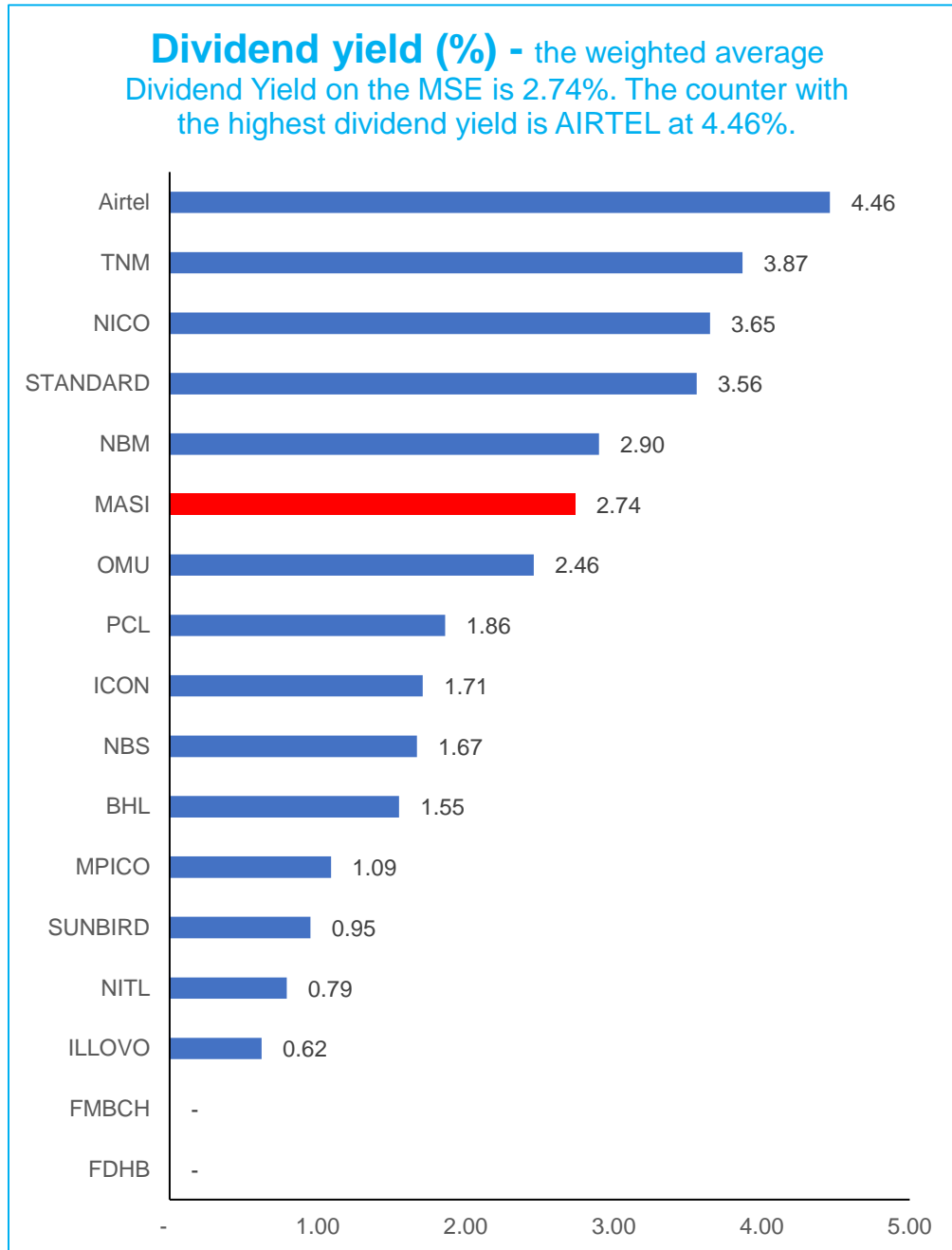


MSE Code	Share Price (K)
	27-Nov-20
Airtel	28.00
BHL	12.94
FMBCH	22.02
ILLOVO	80.50
MPICO	22.99
NBM	617.68
NICO	52.00
NITL	94.97
OMU	2,199.98
STANDARD	851.00
SUNBIRD	105.00





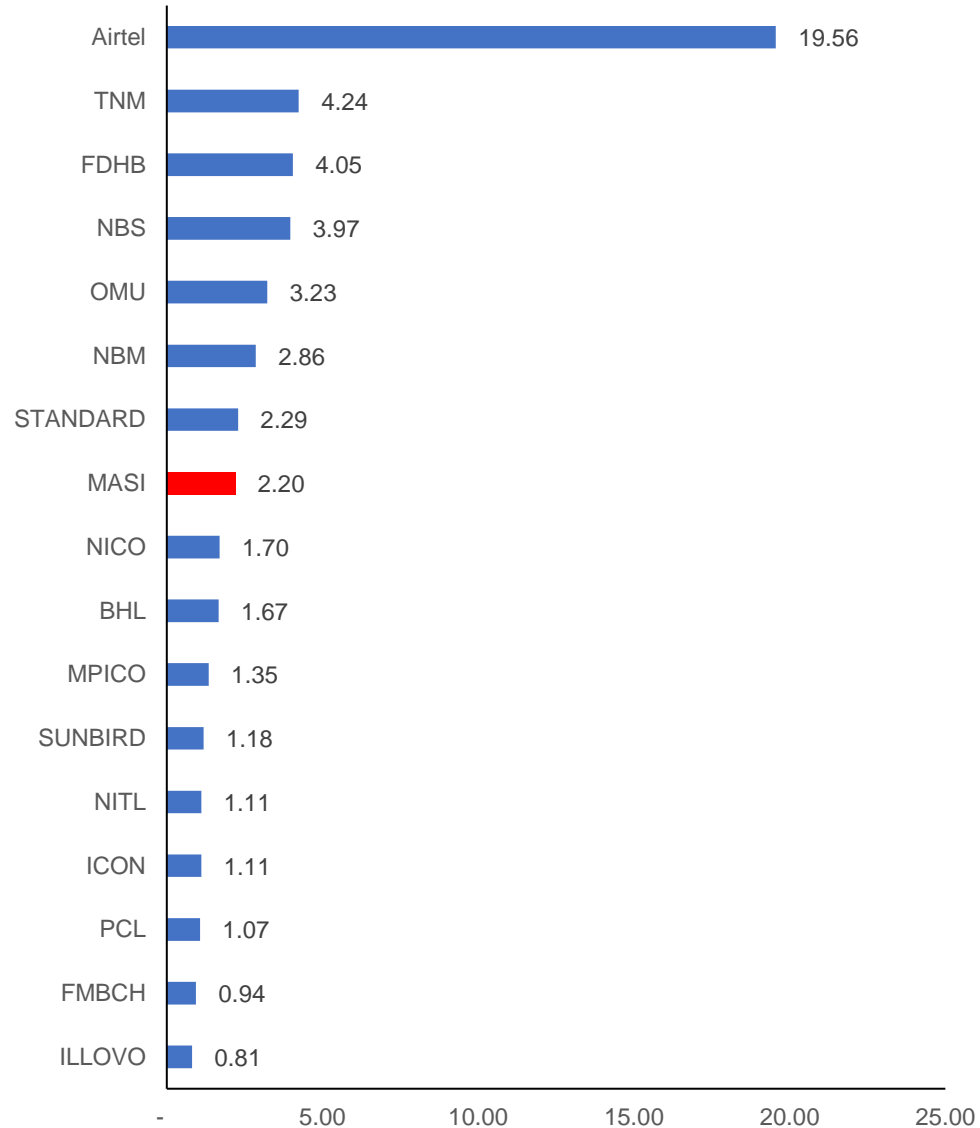
## EQUITY MARKET (Continued)



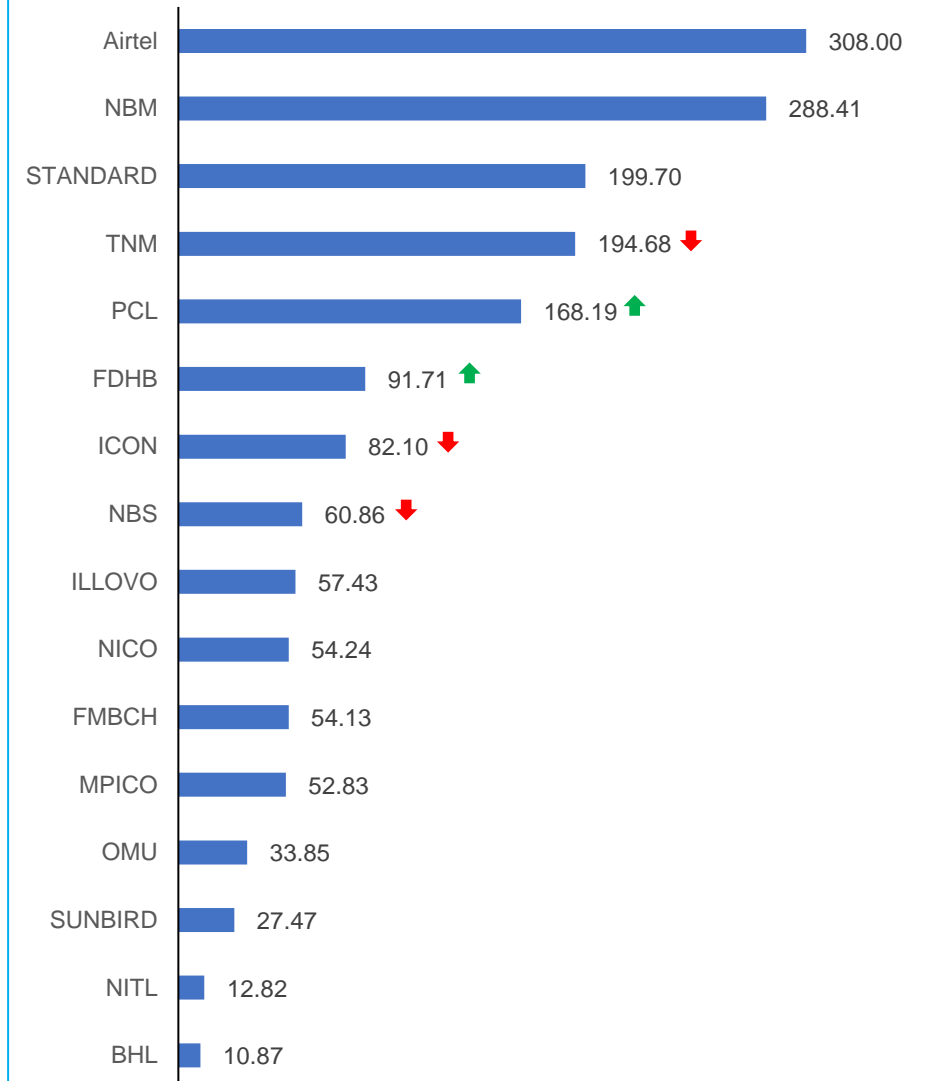


## EQUITY MARKET (Continued)

**P/BV Ratio** - the weighted average Price to Book Value ratio on the MSE is 2.20. AIRTEL has the highest at 19.56 while ILLOVO has the lowest at 0.81.

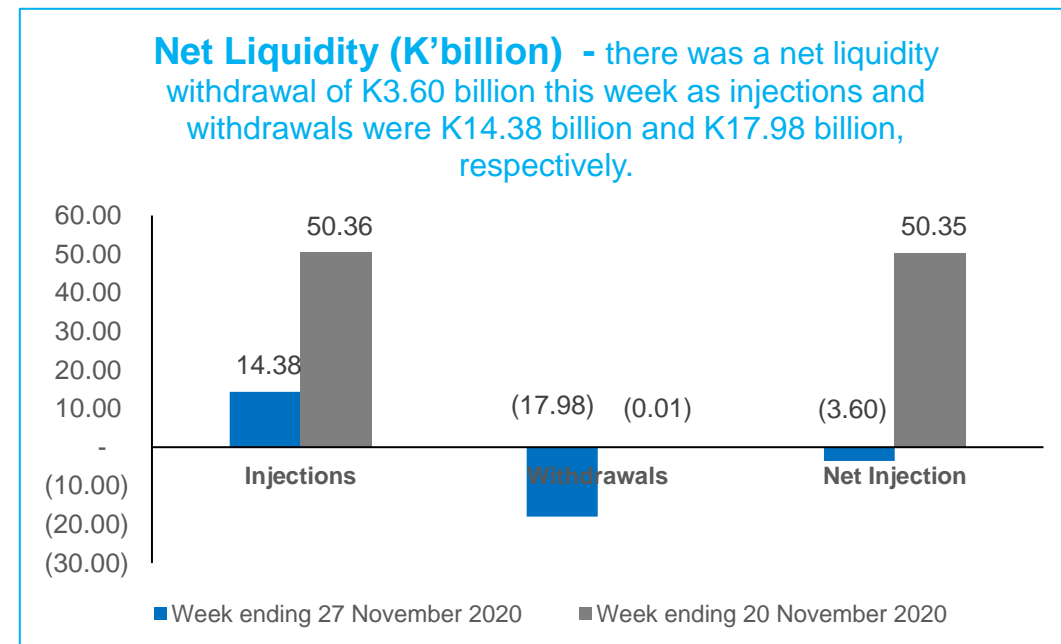
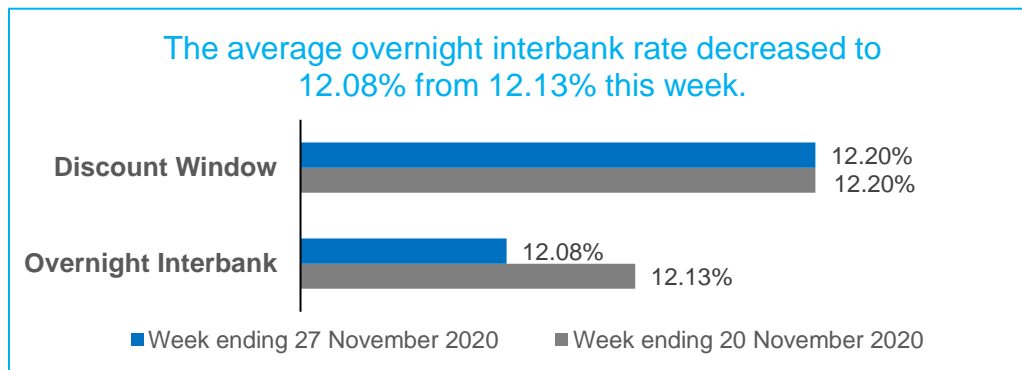
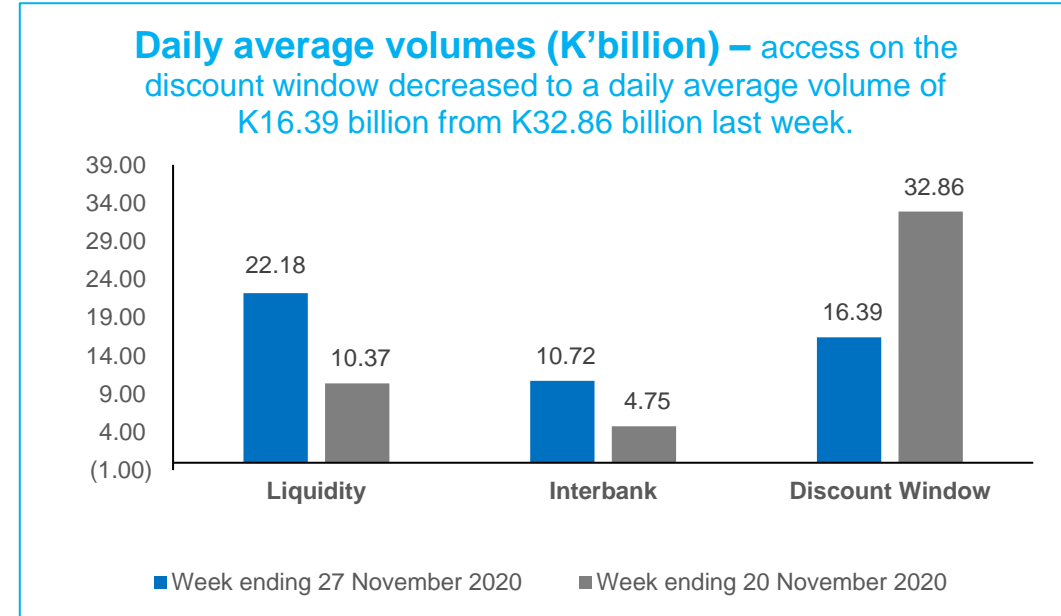
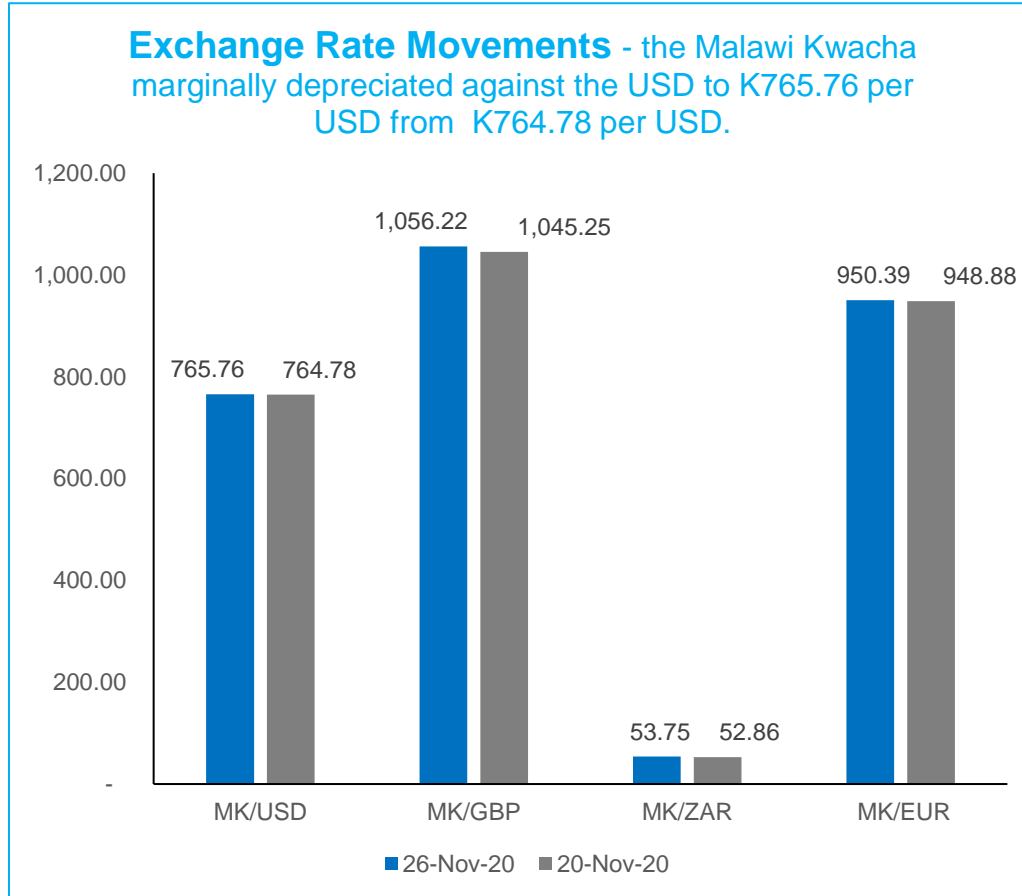


**Market Capitalization (K'billion)** - Airtel leads the MSE counters with a market capitalization of K308.00 billion. The total market capitalization on the equity market is K1.70 trillion.





## OTHER FINANCIAL MARKET DEVELOPMENTS (Source: RBM)





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