



Malawi Financial Market Update

Week ending 25 March 2022



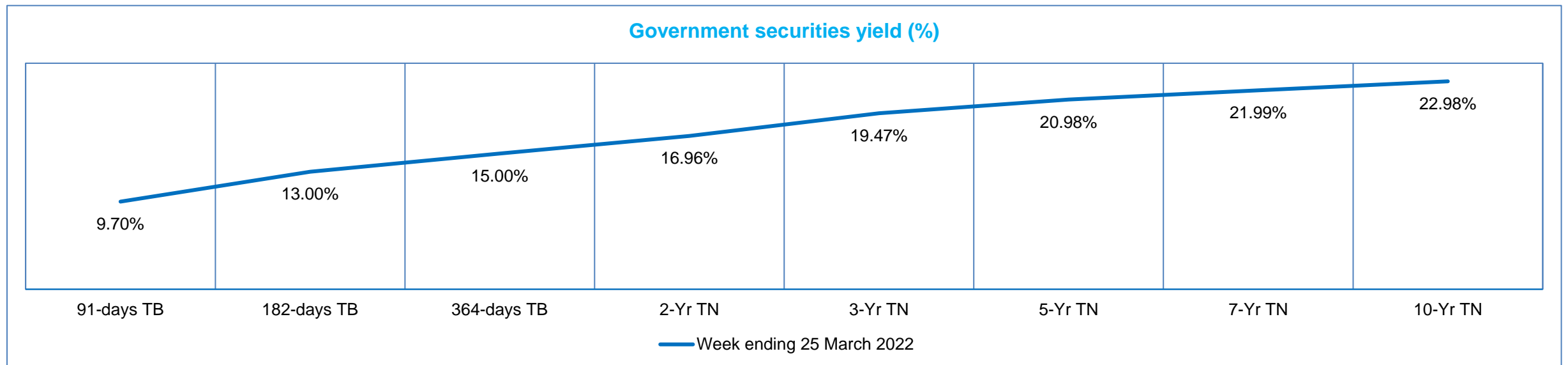
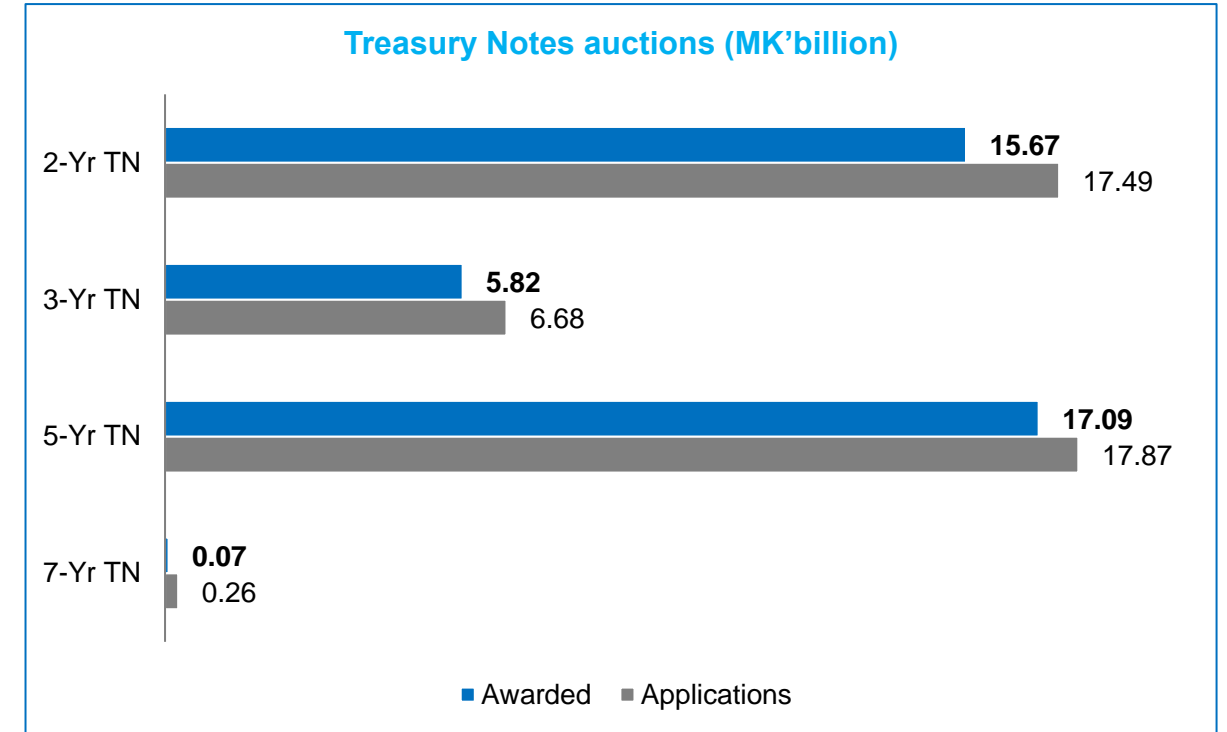
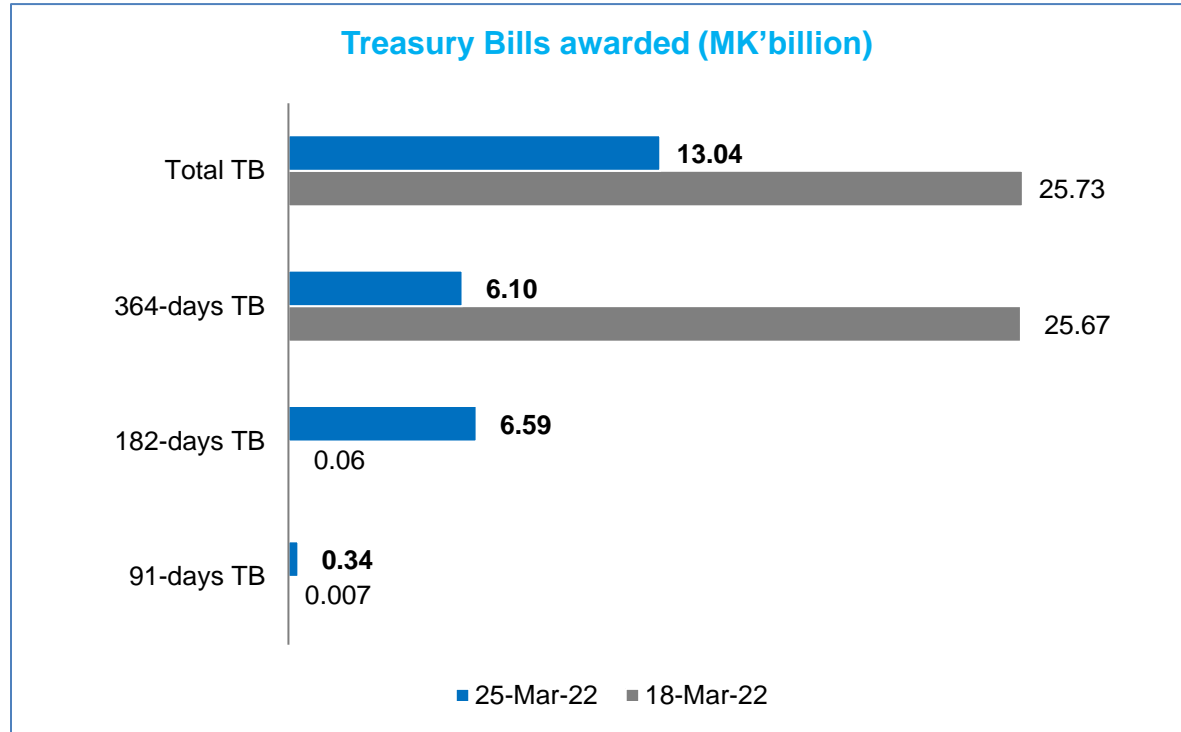
Government securities (Source: RBM)

A total of MK51.69 billion was awarded in this week's auctions of Treasury Bills (TBs), 2-year, 3-year, 5-year and 7-year Treasury Notes (TNs).

MK13.04 billion and MK38.65 billion was awarded in the TBs and TNs auctions, respectively.

The TB auctions had a nil rejection rate, while the TNs auctions had a rejection rate of 9%.

The average TB and average TN yields maintained their positions at 12.57% and 20.48%, respectively during the period under review.



TB: Treasury Bill
TN: Treasury Note
Yr: Year

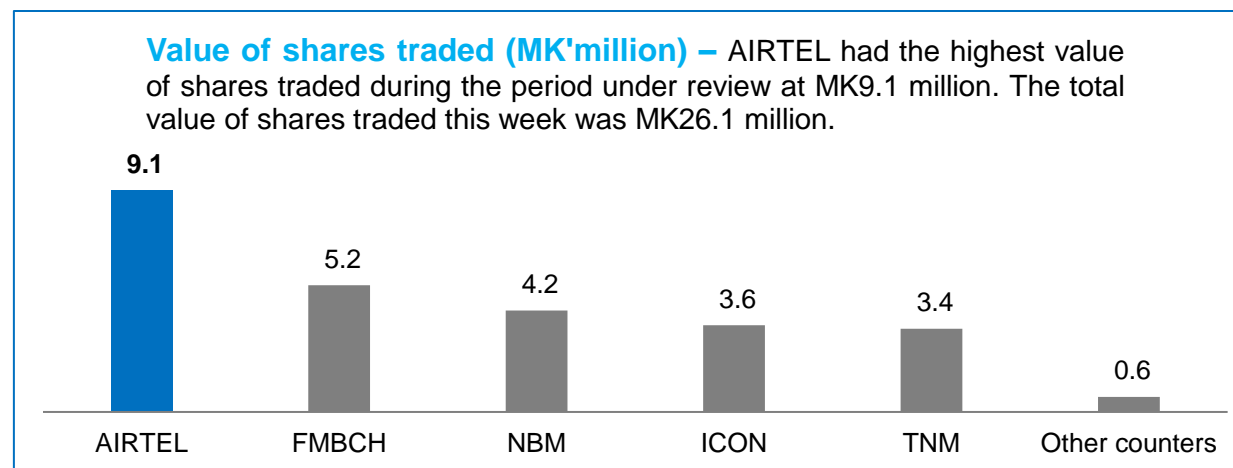
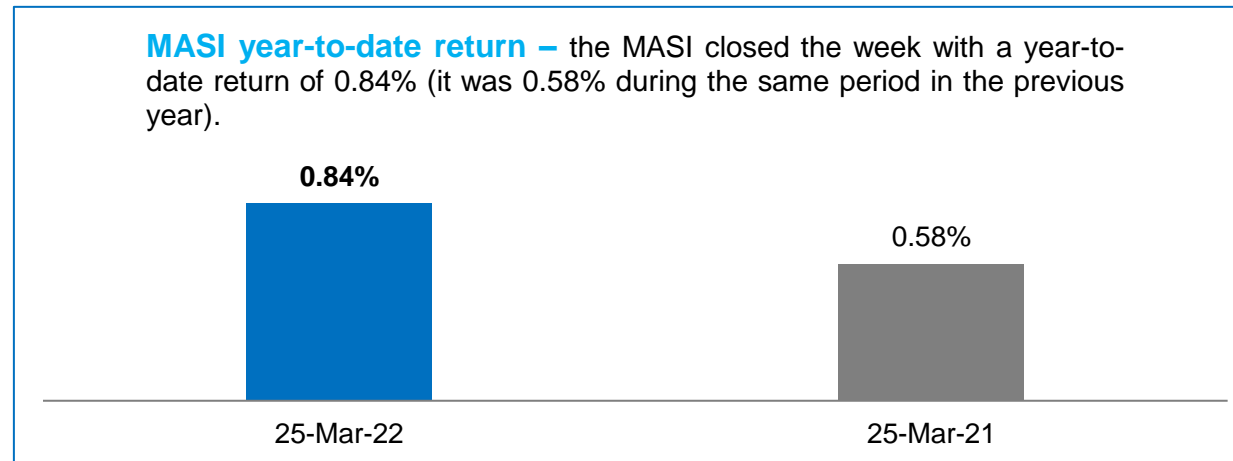
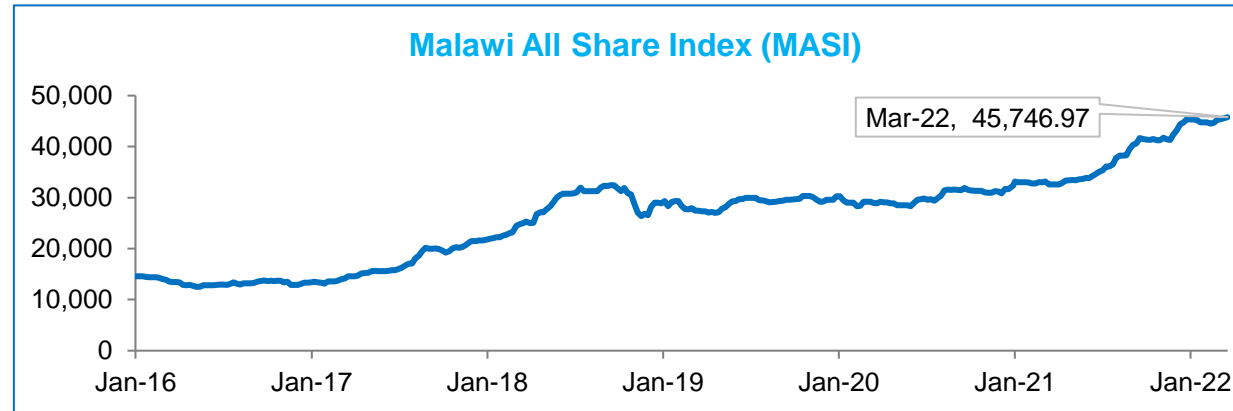


Financial Market Update: Week ending 25 March 2022

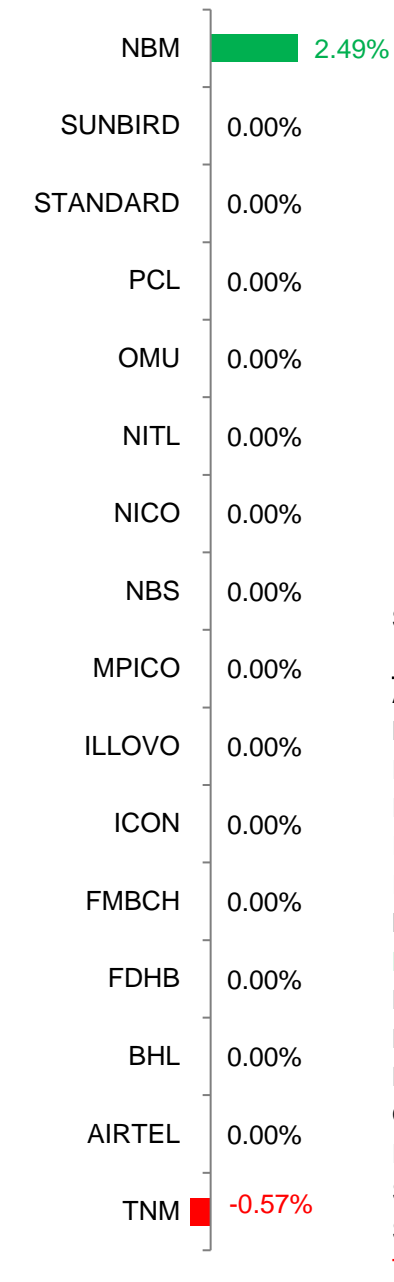
Stock market (Source: MSE)

The stock market was marginally bullish over the period with the Malawi All Share Index (MASI) closing the week ending 25 March 2022 at 45,746.97 points from 45,565.29 points for the week ending 18 March 2022. Week-on-week, this represents an increase of 0.40%.

There was a share price gain for NBM during the period under review. The share price gain offset a marginal share price loss for TNM during the period under review.



Week-on-week share price gains/losses (%)



Symbol	Closing prices as at 25 March 2022 (MK/share)
AIRTEL	42.00
BHL	11.01
FDHB	14.11
FMBCH	80.00
ICON	12.79
ILLOVO	305.42
MPICO	20.70
NBM	948.00
NBS	22.80
NICO	55.00
NITL	95.00
OMU	1,785.00
PCL	1,900.00
STANDARD	1,400.09
SUNBIRD	90.02
TNM	17.40



Financial Market Update: Week ending 25 March 2022

Foreign currency market and other market developments (Source: RBM, MSE, NSO)

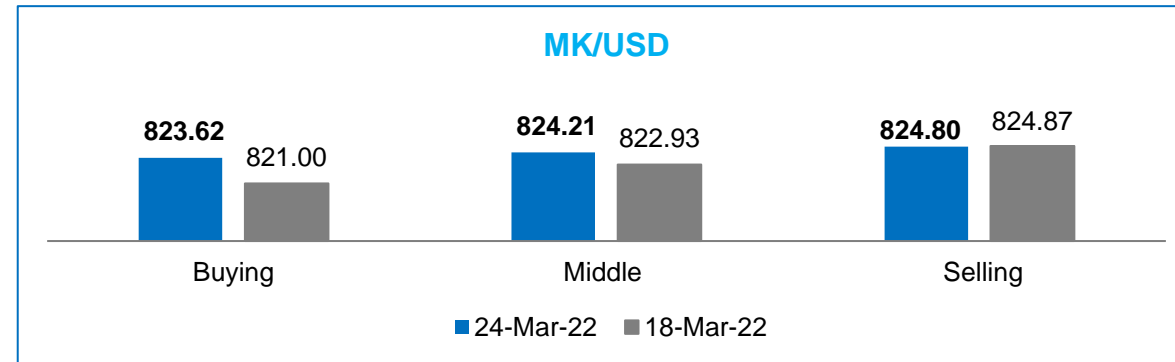
Headline inflation increased to 13.0% in February 2022 from 12.1% in January 2022. This was on account of increases in both food and non-food inflation during the period.

According to their summary financial statements for the period ended 31 December 2021, Malawi Agricultural & Industrial Investment Corporation (MAIIC) closed the period with a profit of MK534.64 million, an increase of 92% from MK279.59 million in the previous year.

Year-to-date, the Malawi Kwacha has marginally depreciated against the United States Dollar by 0.60%.

Week-on-week, the Malawi Kwacha marginally depreciated against the USD, trading at MK824.21/USD as at 24 March 2022.

Foreign currency (Source: RBM)



Corporate Announcements

Half year Trading Statements

The following companies wish to advise the public that their profit/loss after tax for the half year is expected to be higher or lower than the previous corresponding period by the specified amount.

Amounts in billions of Malawi Kwacha unless specified otherwise.

Counter	Expected profit/(loss) for the half year ending 28 February 2022	Actual profit/(loss) for the half year ended 28 February 2021	Trading statement profit/(loss) expectation
Illovo	8.87	6.12	45%

Dividends

Counter	Dividend type	Proposed/declared	Dividend per share (MK)	Last day to register	Date of payment
NBM	Second interim	Declared	15.00	11 March 2022	31 March 2022
Illovo	Final	Declared	4.00	25 March 2022	31 March 2022

Coupon payment on MyBucks MK9 billion Medium Term Note

Medium Term Note Tranches	Tranches Amount	Coupon Rate (%)	Coupon Amount
Series A, Tranche 2	3,000,000,000	12.80	94,684,932
Series A, Tranche 2	6,000,000,000	18.29	270,576,986
Totals	9,000,000,000		365,261,986

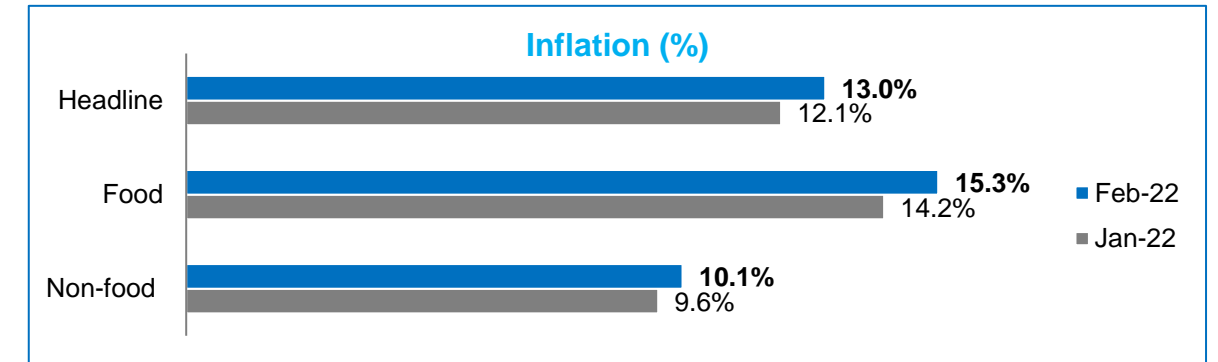
Last day to register	Date of coupon payment	Coupon payment period
25 March 2022	31 March 2022	1 January 2022 – 31 March 2022

AFS – Audited Financial Statements

PAT – Profit After Tax (12 months/Full year)

Note: The reported closing rates are actual trade-weighted market average Telegraphic Transfer rates.

Inflation (Source: NSO)



Latest Summary Published Accounts

Amounts in billions of Malawi Kwacha unless specified otherwise.

Counter	31 December 2021	31 December 2020	Actual Change in Profit/Loss
Standard Bank	24.77	23.74	4%
Old Mutual (ZAR'billion)	7.21	5.09	42%

Other company financials

Company	31 December 2021	31 December 2020	Actual Change in Profit/Loss
Malawi Agricultural & Industrial investment Corporation plc (MK'million)	536.64	279.59	92%

Financial year Trading Statements

Amounts in billions of Malawi Kwacha unless specified otherwise.

Counter	Expected PAT 2021	AFS PAT 2020	Trading statement profit/(loss) expectation
Press Corporation Plc	29.8	19.9	50%
FMBCH Plc (USD'million)	37.28	21.3	75%
Sunbird Tourism Plc	0.59	(1.18)	150%
Airtel Malawi Plc	29.82	22.09	35%
MPICO plc	6.08	4.34	40%
BHL plc	(0.87)	(0.45)	(93%)
TNM plc	9.28	7.73	20%
NBM plc	29.19	22.45	30%
NITL plc	4.44	1.48	200%
NBS plc	8.46	7.05	20%



Appendix: Historical Economic Indicators

	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Jul-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22	Feb-22	Week ending 25 March 2022
Exchange rates (middle rates)																		
MK/USD	759.47	765.92	776.82	776.49	787.03	790.30	797.66	800.17	811.95	817.43	820.40	822.17	821.34	822.88	818.44	822.81	822.10	824.21
MK/GBP	1,015.11	1,061.76	1,070.14	1,107.24	1,140.90	1,139.62	1,164.37	1,191.58	1,192.94	1,203.74	1,196.67	1,168.72	1,201.21	1,194.23	1,208.01	1,211.73	1,283.92	1,233.93
MK/EUR	925.23	958.34	987.95	991.78	1,006.72	993.04	1,035.48	1,042.52	1,032.04	1,048.56	1,044.60	1,026.14	1,037.74	1,099.91	1,138.47	1,072.50	1,170.30	1,169.46
MK/ZAR	49.18	53.09	56.43	54.60	55.69	56.13	59.33	62.28	61.42	60.79	60.90	58.90	59.04	57.21	57.68	61.82	64.84	68.76
Foreign Exchange Reserves																		
Gross Official Reserves (USD'mn)	635.05	584.89	574.26	502.98	483.38	410.16	392.01	414.41	424.99	404.18	604.50	521.87	405.66	389.26	429.17	399.98	385.40	-
Private Sector Reserves (USD'mn)	340.22	332.51	377.97	358.29	340.50	342.58	392.61	369.64	388.78	405.79	389.47	386.05	384.75	404.81	425.52	424.49	407.22	-
Total reserves (USD'mn)	975.27	917.4	952.23	861.27	823.88	752.74	784.62	784.05	813.77	809.97	993.97	907.92	790.41	794.07	854.69	824.47	792.62	-
Gross Official Reserves Import cover (months)	3.04	2.80	2.75	2.41	2.31	1.96	1.88	1.77	1.70	1.62	2.42	2.09	1.62	1.56	1.72	1.60	1.54	-
Inflation																		
Headline	7.50%	7.30%	7.60%	7.70%	8.30%	9.40%	9.2%	8.9%	9.1%	8.7%	8.4%	8.9%	9.8%	11.1%	11.5%	12.1%	13.0%	-
Food	10.90%	10.40%	10.50%	9.70%	10.30%	11.70%	11.5%	11.0%	11.1%	10.3%	9.7%	10.9%	11.8%	12.8%	13.6%	14.2%	15.3%	-
Non-food	4.40%	4.40%	4.90%	5.60%	6.30%	6.90%	7.0%	7.1%	7.2%	7.2%	7.2%	7.2%	7.8%	9.5%	9.5%	9.6%	10.1%	-
Interest Rates																		
Monetary Policy rate	13.50%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%
Average Interbank rate	13.62%	12.51%	11.41%	11.34%	10.67%	11.37%	11.72%	13.36 %	11.94%	11.96%	11.98%	11.98%	11.98%	11.98%	11.98%	11.15%	11.70%	11.70%
Average base lending rate	13.60%	13.60%	12.30%	12.10%	12.00%	11.90%	12.10%	12.10%	12.20%	12.20%	12.20%	12.20%	12.20%	12.20%	12.20%	12.20%	12.20%	12.20%
Government Securities' Yields																		
91-days Treasury Bill	9.95%	9.95%	9.95%	9.95%	9.95%	9.95%	9.88%	9.98%	9.62%	9.33%	9.60%	9.59%	9.60%	9.58%	9.70%	9.70%	9.47%	9.70%
182-days Treasury Bill	12.87%	12.73%	12.49%	12.59%	12.80%	12.80%	12.77%	12.80%	12.81%	12.96%	12.96%	12.98%	12.98%	12.98%	13.00%	13.00%	12.99%	13.00%
364-days Treasury Bill	13.88%	13.40%	13.53%	13.64%	13.77%	13.80%	13.80%	13.83%	13.87%	12.06%	14.08%	14.20%	14.20%	14.22%	14.47%	15.00%	15.00%	15.00%
2-year Treasury Note	16.46%	16.46%	16.46%	16.50%	16.50%	16.50%	16.50%	16.51%	16.65%	16.63%	16.63%	16.63%	16.64%	16.64%	16.66%	16.70%	16.70%	16.96%
3-year Treasury Note	18.47%	17.79%	18.30%	18.56%	18.66%	18.66%	18.80%	18.80%	18.97%	19.00%	18.99%	18.99%	18.99%	19.00%	19.05%	19.04%	19.33%	19.47%
5-year Treasury Note	19.82%	19.82%	19.77%	19.95%	19.97%	19.98%	19.98%	19.98%	20.08%	20.00%	20.09%	20.26%	20.44%	20.53%	20.54%	20.78%	20.78%	20.98%
7-year Treasury Note	20.75%	19.95%	20.00%	20.00%	20.50%	20.50%	20.50%	20.50%	20.59%	20.98%	21.36%	21.36%	21.36%	21.15%	20.94%	20.94%	21.98%	21.99%
10-year Treasury Note	22.14%	22.14%	22.50%	22.50%	22.50%	22.50%	22.50%	22.50%	21.85%	22.54%	23.01%	23.25%	23.00%	22.50%	22.50%	22.98%	22.98%	22.98%
Stock Market Indices																		
MASI	31,303.78	31,225.08	32,392.84	32,988.58	33,009.75	32,562.96	33,380.63	33,676.89	35,144.56	36,496.03	38,945.62	41,550.15	41,458.37	41,565.98	45,367.68	44,501.63	45,472.09	45,746.97
DSI	26,787.57	26,717.15	27,755.46	28,090.02	28,108.19	27,710.72	28,257.89	28,376.03	28,739.26	29,749.56	31,959.22	34,266.54	34,188.36	34,284.11	37,061.70	36,322.34	37,186.63	37,429.68
FSI	1,362.39	1,362.89	1,363.88	1,613.58	1,614.45	1,614.33	1,844.72	2,030.51	3,234.45	3,479.97	3,479.97	3,450.70	3,450.25	3,450.24	4,223.15	4,183.22	4,182.23	4,184.21

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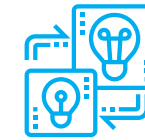
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