



Malawi Financial Market Update

Week ending 8 April 2022



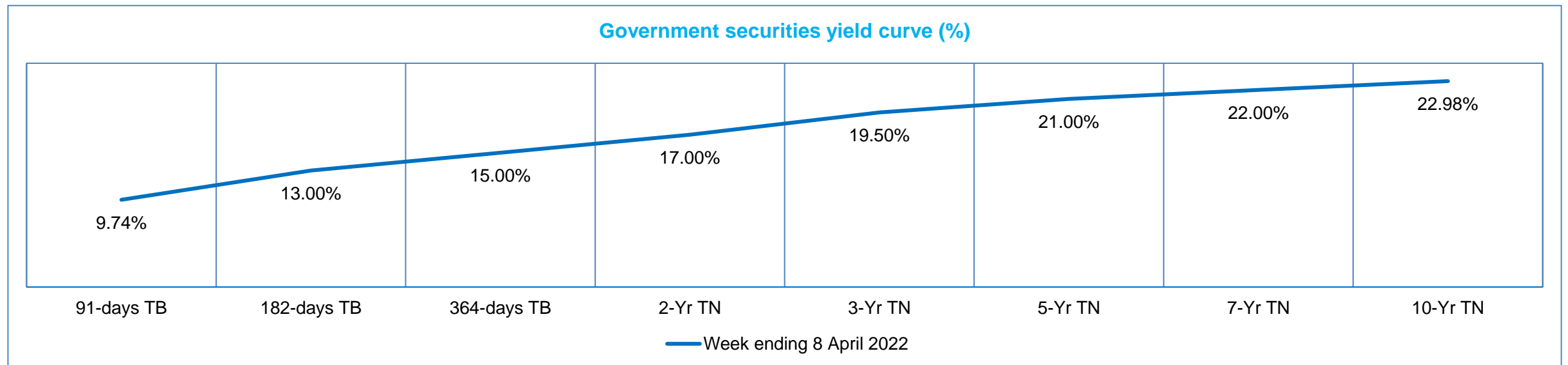
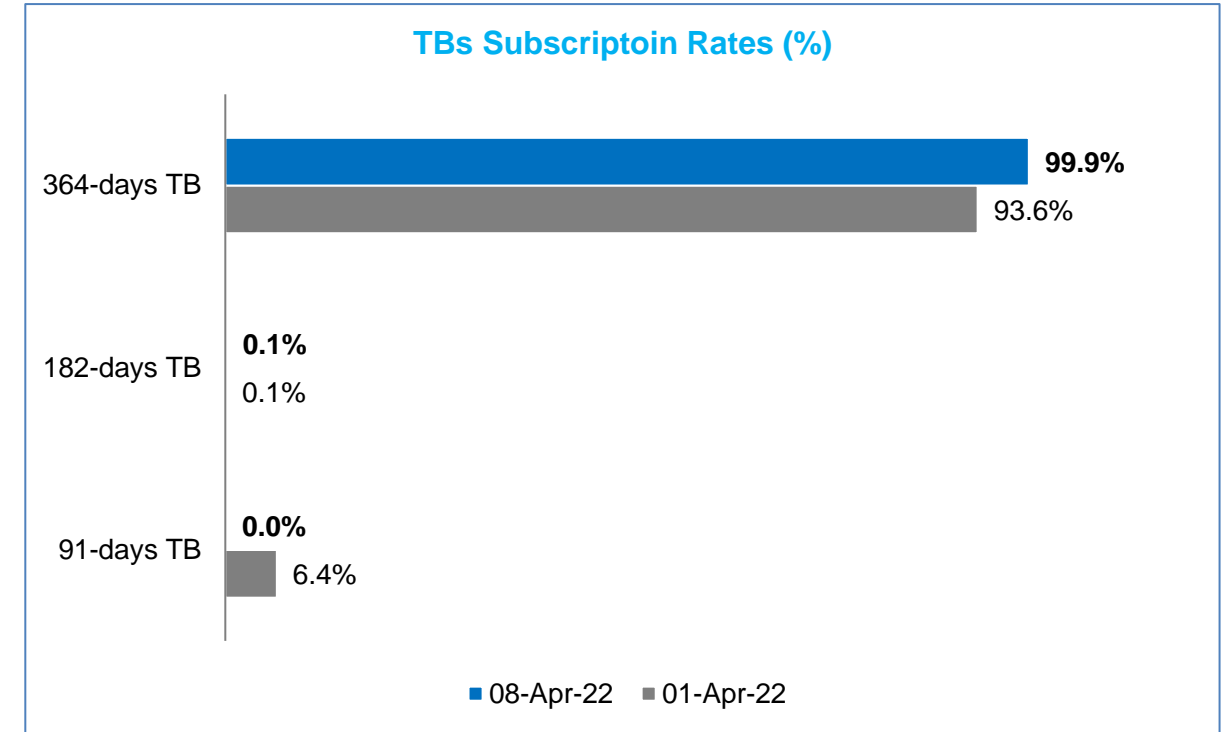
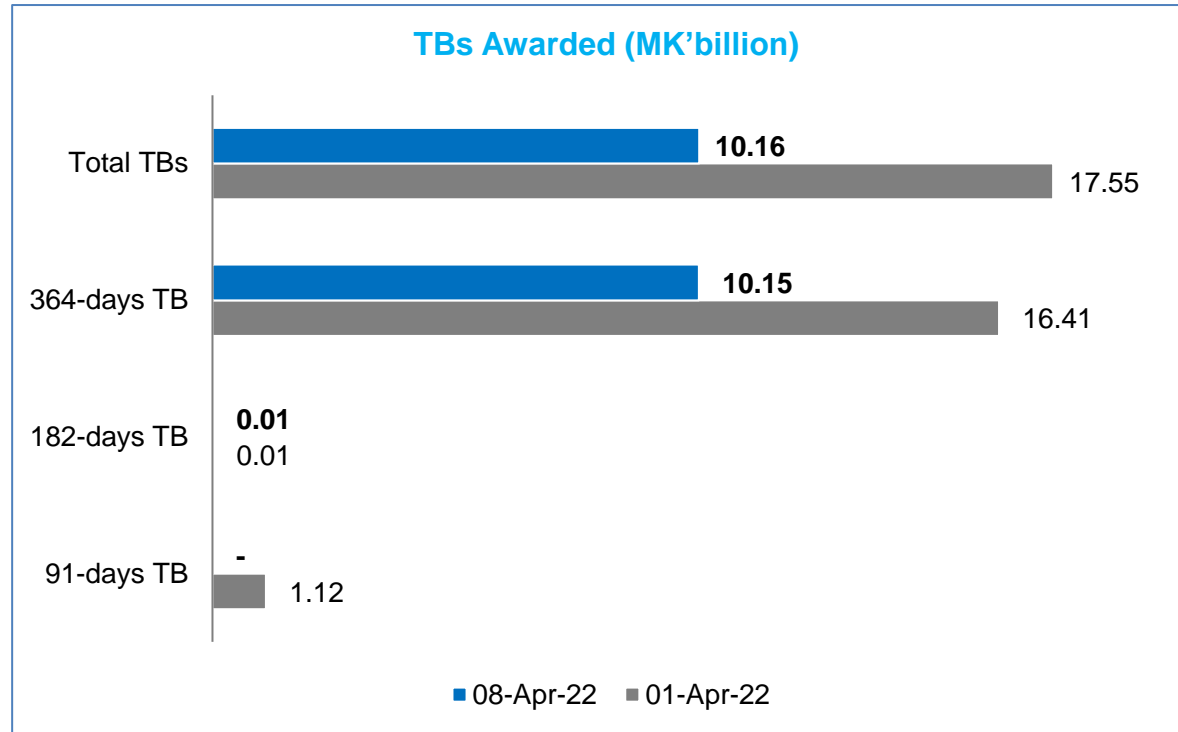
Government securities (Source: RBM)

A total of MK10.16 billion was awarded in this week's auctions of Treasury Bills (TBs).

The average TB yield maintained its position at 12.58% during the period under review.

The TB auctions had a nil rejection rate during the period under review.

The 364-days TB had the highest subscription rate during the period under review at 99.9%.



TB: Treasury Bill
TN: Treasury Note
Yr: Year

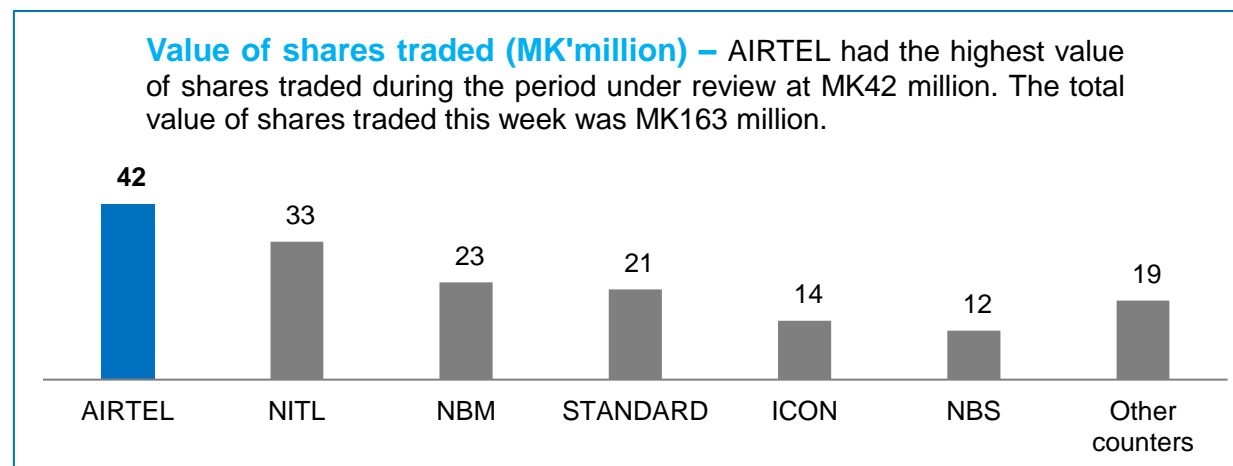
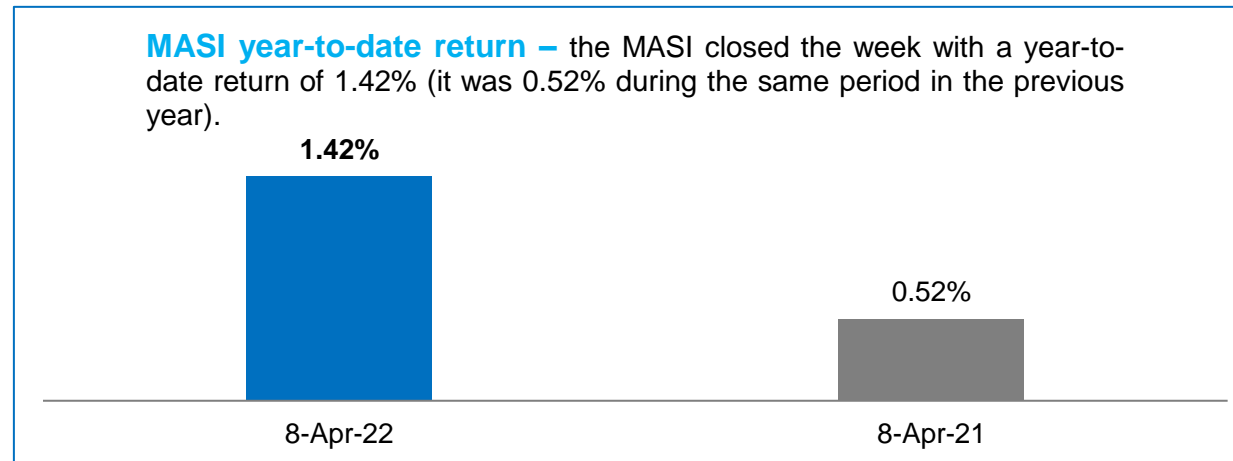
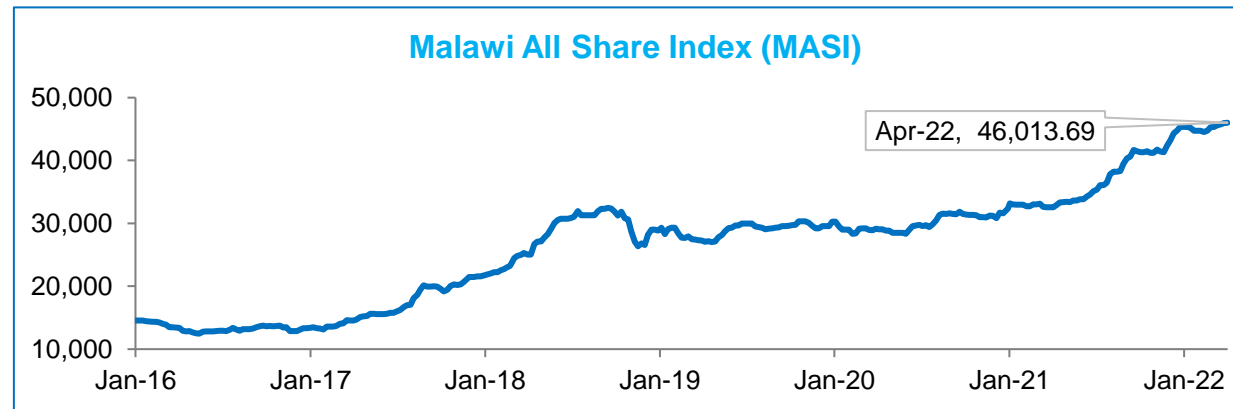


Financial Market Update: Week ending 8 April 2022

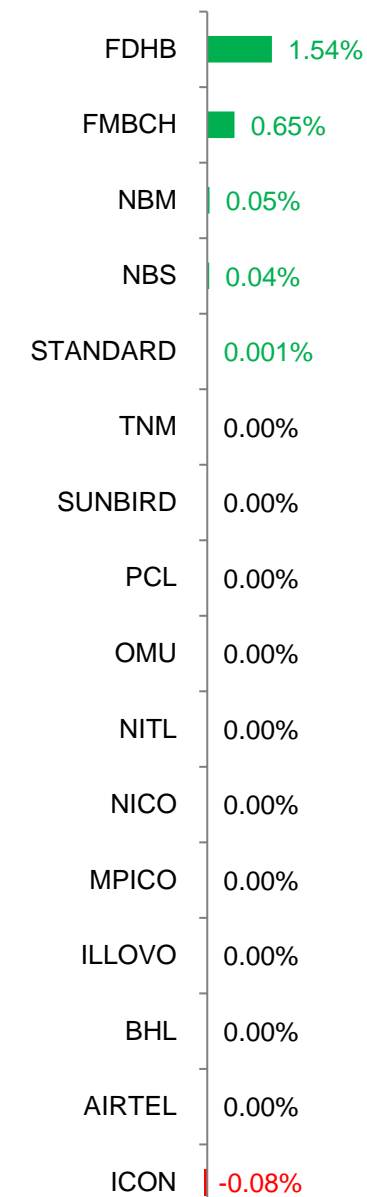
Stock market (Source: MSE)

The stock market was marginally bullish over the period with the Malawi All Share Index (MASI) closing the week ending 8 April 2022 at 46,013.69 points from 45,956.50 points for the week ending 1 April 2022. Week-on-week, this represents an increase of 0.12%.

There were share price gains for FDH Bank, FMBCH, NBM, NBS and Standard Bank during the period under review. The share price gains offset a marginal share price loss for ICON during the period under review.



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



Symbol	Closing prices as at 8 April 2022 (MK/share)
AIRTEL	42.00
BHL	11.01
FDHB	15.80
FMBCH	80.53
ICON	12.68
ILLOVO	305.42
MPICO	20.70
NBM	948.50
NBS	22.80
BHL	55.00
NITL	109.00
OMU	1,785.00
PCL	1,900.00
STANDARD	1,400.10
SUNBIRD	90.02
TNM	17.40



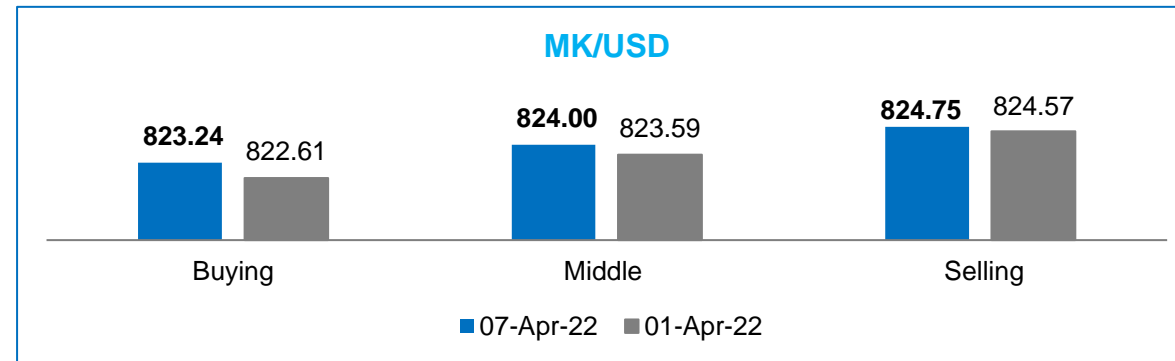
Financial Market Update: Week ending 8 April 2022

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

According to their audited financial statements for the period ended 31 December 2021, National Bank of Malawi plc closed the period with a profit after tax of MK34.21 billion, an increase of 52% from a profit after tax of MK22.45 billion in the previous year.

Week-on-week, the Malawi Kwacha remained relatively stable as it traded at MK824.00/USD as at 7 April 2022. Year-to-date, the Kwacha depreciated by 0.57%.

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%

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%
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%
NBS plc	8.46	7.05	20%

Dividends

Counter	Dividend type	Proposed/declared	Dividend per share (MK)	Last day to register	Date of payment
OMU	Final	Proposed	27.10	19 April 2022	23 May 2022
Standard Bank	Final	Proposed	8.52	TBA	TBA
NITL	Final	Proposed	2.25	TBA	TBA
NBM	Final	Proposed	23.56	TBA	TBA

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%
Sunbird Tourism plc	0.75	(1.18)	164%
NITL plc	4.67	1.48	216%
National Bank of Malawi plc	34.21	22.45	52%

Other company financials

Company	31 December 2021	31 December 2020	Actual Change in profit/(loss)
CEDAR Capital Limited (MK'million)	144.30	54.00	167%
StockBrokers Malawi Limited (MK'million)	196.43	174.87	12%
CDH Investment Bank (MK'billion)	4.86	3.09	57%

What Happened This Week?

The Employers Consultative Association of Malawi (ECAM) has indicated that the cost of living for a family of six increased to MK362,940 in March 2022. This represents an increase of 16% from MK312,590 recorded for February 2022. ECAM attributed this increase to the rise in the prices of commodities such as cooking oil, soap, bread and beef that surged during the period (*The Daily Times*, 6-Apr-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.



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 8 April 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	824.00
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	1,209.29
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	1,015.51
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	65.75
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%	9.74%
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%	17.00%
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%	19.50%
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%	21.00%
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%	22.00%
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	46,013.69
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	37,646.44
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	4,210.47

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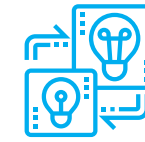
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