

MALAWI

MARKET PERFORMANCE REPORT FOR THE PERIOD 1 JUNE TO 5 JUNE 2020

Symbol	Open	High	Low	Close	%	Volume	Value	Trades	Market Capitalization	Earnings K'million	P/E	P/B
AIRTEL	17.50	17.50	17.50	17.50	0.0%	0	0.00	0	192,500,000,000	15,908.00	12.10	12.22
BHL	12.94	12.94	12.94	12.94	0.0%	0	0.00	0	10,866,374,123	466.70	23.28	1.67
FMBCH	34.00	34.00	30.00	30.00	-11.8% ↓	11,100	337,400.00	2	73,747,500,000	12,053.97	6.12	1.44
ICON	10.40	10.40	10.40	10.40	0.0%	198,577	2,065,200.80	6	69,472,000,000	7,248.62	9.58	0.94
ILLOVO	94.50	94.50	94.50	94.50	0.0%	11,854	1,120,203.00	4	67,420,494,950	10,083.00	6.69	0.95
MPICO	24.99	24.99	24.98	24.98	0.0% ↓	126,908	3,170,280.92	7	57,405,225,551	5,532.02	10.38	1.47
NBM	550.00	550.00	550.00	550.00	0.0%	15,888	8,738,400.00	6	256,812,455,900	17,106.00	15.01	2.55
NBS	17.50	17.50	17.49	17.49	-0.1% ↓	120,551	2,108,462.50	6	50,905,927,996	4,457.61	11.42	3.32
NICO	48.43	48.44	48.43	48.43	0.0%	124,531	6,031,047.00	2	50,514,480,279	8,011.00	6.31	1.59
NITL	95.00	95.00	95.00	95.00	0.0%	4,766	452,770.00	3	12,825,000,000	1,779.69	7.21	1.11
OMU	2,499.99	2,499.99	2,499.95	2,499.95	0.0% ↓	60	149,997.00	3	32,426,323,961	1,313.71	24.68	3.10
PCL	1,400.00	1,400.00	1,400.00	1,400.00	0.0%	0	0.00	0	168,358,148,000	8,157.00	20.64	1.07
STANDARD	758.34	760.00	758.34	760.00	0.2% ↑	7,980	6,064,800.00	2	178,347,803,120	15,879.00	11.23	2.04
SUNBIRD	120.00	120.00	120.00	120.00	0.0%	0	0.00	0	31,389,909,600	2,594.55	12.10	1.34
TNM	22.00	22.00	22.00	22.00	0.0%	897,205	19,738,510.00	22	220,889,900,000	15,063.00	14.66	4.81
Week totals						1,519,420	49,977,071.22	63	1,473,881,543,479.27			
<i>b/f totals</i>						<i>185,498,738</i>	<i>7,198,164,222.09</i>	<i>1,211</i>	<i>1,483,373,686,885.72</i>			
<i>Year to date totals</i>						<i>187,018,158</i>	<i>7,248,141,293.31</i>	<i>1,274</i>	<i>1,473,881,543,479.27</i>			
						USD	9,837,191.80		1,991,731,815.51			

MSE ALL SHARE INDEX

	Opening	Closing	%
Week change	28501.97	28326.28	-0.6% ↓
Year to date -5 Jun 20	30252.20	28326.28	-6.4% ↓
Prior year comparison 4-Jun-19	29246.08	28326.28	-3.1% ↓

INFLATION FIGURES	
Apr-20	9.4
Jan-20	11.1
Apr-19	9.1

EXCHANGE RATES MWK EQUIV TO ONE UNIT OF FX

	5-Jun-20	31-Dec-19	4-Jun-19
USD	736.81	738.87	753.99
ZAR	43.83	52.43	52.28
GBP	932.29	969.19	955.83

INTEREST RATES

	May-20	Jan-20	Jun-19
Policy rate (Jun)	13.40	13.50	13.50
Base rate	13.20	13.10	13.90
TB rate 91 dy	7.50	6.20	9.00

Foot note to company earnings

\$\$ This is based on FY18 earnings for FMBCH. FY19 expected to drop by at least 70% as per Trading statement

Our analysis is on the next page

COMMENTARY ON THE WEEK

Not much in terms of traded volume and value as volumes fell to 1.5m from 27.7m in the previous week while value dropped from K1.1bn to K49.9m.

However, FMBCH has shed 11.8% to rest at K30 per share on small volumes. The group is yet to release its FY19 results – the only indicator being a trading statement in which they advised a drop in earnings of at least 70% due to the impact of the Zimbabwe macroeconomic environment and on the currency.

AIRTEL FY19 RESULTS IN

Newly listed; Airtel Plc released in FY19 results showing K15.9 (\$21m) in earnings; slightly better than TNM and below forecast in its prospectus of K18bn. However all said, these are still a decent set of results with PE valuations looking cheaper than its listed peer. Despite a number of social media nay sayers during the IPO, the stock has shown resilience settling at K17.50 after listing representing a 37.9% increase on its IPO price. After the results demand on the counter has grown indicating a possibility of a rise in price. Investors will most likely be impressed with the company's dividend payout of K1.25 from its eps of K1.45.

Covid 19 in Malawi

As of 8 June, Malawi had registered 443 cases (from 358 on 3 June) of Covid-19 infections since the first three cases were registered on 2 April 2020 with four deaths. There are 55 recoveries leaving 384 active cases. The biggest contributor has been imported cases at 360 especially returning citizens who had migrated to South Africa and some crossing the borders from neighbouring Tanzania. Malawi has so far conducted 6,546 tests in its 14 laboratories.

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