



**Foreign exchange market developments**

During the week, the Kwacha appreciated against the USD, GBP, EUR and ZAR as indicated by TT middle exchange rates below (Source: RBM).

Closing TT middle exchange rates as at the end of the week			
Currency	20-Jun-25	% Δ	13-Jun-25
USD	1750.7901	↑ -0.001%	1750.7996
GBP	2431.6911	↑ -0.35%	2440.3432
EUR	2075.4565	↑ -0.13%	2078.2522
ZAR	98.0182	↑ -2.44%	100.4746

Foreign exchange reserves position			
	30-Apr-25	31-Mar-25	28-Feb-25
Total foreign exchange reserves (Aggregate of RBM, Banks & FCDAs)	530.00	536.00	569.50
Total import cover (months)	2.10	2.10	2.30

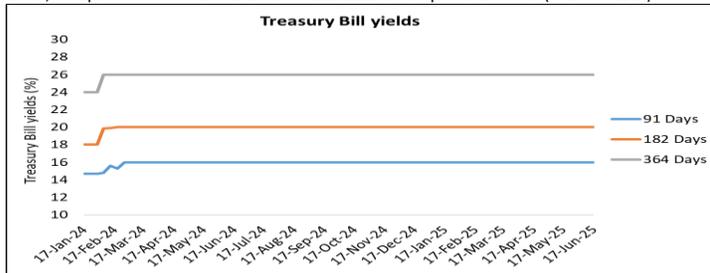
  

Cumulative tobacco sales as at the end of week 11			
Date	Week 11 2025 (20 June 2025)	% Δ	Week 11 2024 (28 June 2024)
Volume (million kg)	113.01	↑ 0.87%	112.04
Value (USD'million)	283.65	↓ -13.26%	327.01
Average price (USD/Kg)	2.51	↓ -14.04%	2.92

Data source: Reserve Bank of Malawi (RBM)

**Government securities**

The Government raised K42.90b from the auction of Treasury Bills and K43.71b from the auction of Treasury Notes during the week. Maturities of Government securities for the week amounted to K80.97b, resulting in a net withdrawal of K5.64b from the market during the week, compared to a net withdrawal of K225.23b in the previous week (Source: RBM).



Treasury Bill auctions			
Auction date	17-Jun-25	% pts Δ	10-Jun-25
Amount offered - cost value (K'm)	17,110.00	⇒ 0.00%	17,110.00
Applied - cost value (K'm)	42,902.26	↑ 161.35%	16,415.46
Alloted - cost value (K'm)	42,902.26	↑ 161.35%	16,415.46
Overall rejection rate	0.00%	⇒ 0.00	0.00%
91 days yield	16.0000%	⇒ 0.0000%	16.0000%
182 days yield	20.0000%	⇒ 0.0000%	20.0000%
364 days yield	26.0000%	⇒ 0.0000%	26.0000%
All-type yield	20.6667%	⇒ 0.0000%	20.6667%

Treasury Note and Bond auctions			
Auction dates	17-Jun-25	17 & 20 June 2025	
Tenor	5-yr TN	2, 3, 5, 7 & 10-yr TNs	
Coupon rate	12.50%	10.0%, 11.0%, 12.5%, 13.5% & 15.0%	
Amount offered - cost value (K'b)	68.95		
Total applied - cost value (K'b)	12.06	31.65	
Total alloted - cost value (K'b)	12.06	31.65	
Allotted - weighted average ytm	32.00%	28.75%, 30.0%, 32.0%, 34.0% & 35.0%	

Current yields for Treasury Notes and Bonds			
Tenor	Last auction's yield	Last auction	Next auction
2-year TN	28.75%	17-Jun-25	TBA
2-year Development Bond	28.75%	20-May-25	TBA
3-year TN	30.00%	20-Jun-25	TBA
3-year Development Bond	30.00%	10-Feb-25	24-Jun-25
5-year TN	32.00%	20-Jun-25	TBA
5-year Development Bond	32.00%	20-Feb-25	TBA
7-year TN	34.00%	20-Jun-25	TBA
7-year Development Bond	34.00%	07-Jan-25	TBA
10-year TN	35.00%	20-Jun-25	TBA
10-year Development Bond	35.00%	20-Jun-24	TBA

Upcoming auctions of Treasury Notes and Bonds			
Auction date	Tenor (years)	Amount (K'b)	Last auction's coupon rate
24-Jun-25	3 IDB	10.00	12.00%

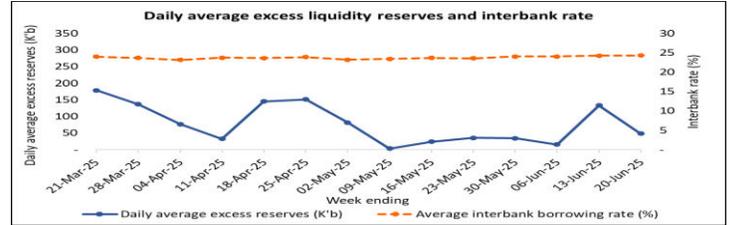
  

Projected maturities			
Week ending	20-Jun-25	27-Jun-25	4-Jul-25
TBs, PN's & TN's (K'm)	80,965	73,355	42,670
OMO repos (K'm)	0	0	0
OMO reverse repos (K'm)	0	41,283	78,512

Data source: RBM

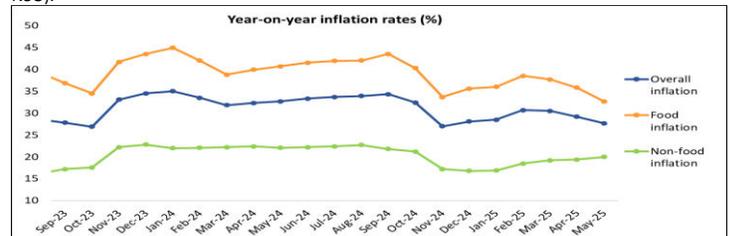
**Market liquidity and interbank market activity**

During the week, daily excess liquidity reserves averaged K48.20b, decreasing from an average of K133.54b in the previous week. The daily interbank borrowing averaged K91.40b during the week from K87.50b in the previous week. Borrowing on the Lombard facility amounted to K130.80b per day during the week, compared to K362.20b per day in the previous week. The average interbank borrowing rate marginally increased to 24.33% from 24.23% in the previous week. The Lombard rate remained fixed at 26.20% (Source: RBM).



**Inflation**

The year-on-year headline inflation rate decreased to 27.7% in May 2025 from 29.2% in April 2025 as food inflation rate decreased to 32.7% in May 2025 from 35.8% in April 2025 while non-food inflation rate increased to 20.0% in May 2025 from 19.4% in April 2025 (Source: NSO).



Policy Rate			
Rate	07-May-25	% pts Δ	30-Jan-25
	26.00%	⇒ 0.00	26.00%

Market Reference Rate			
Rate	Jun-25	% pts Δ	May-25
	25.10%	↓ -0.10	25.20%

Inflation Rate			
Rate	May-25	% pts Δ	Apr-25
	27.7%	↓ -1.50	29.2%

**Malawi Stock Exchange (MSE) trading activity**

The Malawi All Share Index (MASI) registered a gain of 5.69% to close the week at 307,031.13 points from 290,490.35 points in the previous. The market traded 15,670,957 shares at a consideration of K10.19b in 733 trades, compared to 5,705,002 shares traded at a consideration of K2.44b in 486 trades in the previous week. The year-to-date return on MASI stood at 78.47% at the end of the week, compared to 7.25% for the same period in 2024 (Source: MSE).

Stock market trading activity					
	13-Jun-25	% Δ	13-Jun-25		
MASI	307,031.13	↑ 5.69%	290,490.35		
DSI	234,160.24	↑ 6.71%	219,443.28		
FSI	49,855.94	↑ 0.003%	49,854.46		
Traded volume	15,670,957	↑ 174.69%	5,705,002		
Number of trades	733	↑ 50.82%	486		
Value of shares traded (K'm)	10,189.37	↑ 318.00%	2,437.64		
Market capitalisation (K'm)	16,709,619.00	↑ 5.60%	15,823,336.83		

Gainers	Closing price (K)	% Δ	Opening price (K)	P/E ratio	P/BV ratio
NBS	620.42	↑ 32.21%	469.27	24.74	16.11
STANDARD	10999.54	↑ 15.64%	9511.51	29.89	9.94
NICO	844.22	↑ 12.76%	748.66	12.23	5.66
FMBCH	1000.04	↑ 0.003%	1000.01	20.79	7.47
NITL	820.04	↑ 0.002%	820.02	3.72	1.50
NBM	6200.29	↑ 0.0003%	6200.27	28.30	10.78

No movement	Closing price (K)	% Δ	Opening price (K)	P/E ratio	P/BV ratio
FDHB	314.00	⇒ 0.00%	314.00	29.26	22.25
ICON	17.95	⇒ 0.00%	17.95	4.91	0.82
MPICO	19.01	⇒ 0.00%	19.01	5.12	0.67
OMU	2,500.03	⇒ 0.00%	2,500.03	16.35	2.18
PCL	3,999.98	⇒ 0.00%	3,999.98	7.44	1.38
SUNBIRD	350.01	⇒ 0.00%	350.01	8.62	1.31
TNM	23.04	⇒ 0.00%	23.04	26.43	5.13

Losers	Closing price (K)	% Δ	Opening price (K)	P/E ratio	P/BV ratio
ILLOVO	1791.36	↓ -0.001%	1791.38	56.47	8.59
BHL	14.50	↓ -0.07%	14.51	(62.21)	1.31
AIRTEL	127.56	↓ -0.18%	127.79	32.84	43.69

Data source: MSE

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