



Foreign exchange market developments

During the week, the Kwacha marginally depreciated against the USD but appreciated against the 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	9-Jan-26	% Δ	2-Jan-26
USD	1749.7890	↓ 0.02%	1749.4397
GBP	2421.4721	↑ -0.05%	2422.6773
EUR	2096.4852	↑ -0.65%	2110.0968
ZAR	108.0627	↑ -0.86%	109.0009

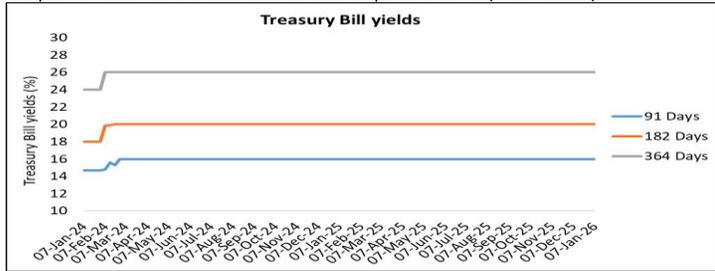
Foreign exchange reserves position			
	31-Oct-25	30-Sep-25	31-Aug-25
Total foreign exchange reserves (Aggregate of RBM, Banks & FCDAs)	526.80	511.80	521.90
Total import cover (months)	2.10	2.00	2.10

All season tobacco sales statistics			
Date	Final 2025 (28 Nov 2025)	% Δ	Final 2024 (18 Sep 2024)
Volume (million kg)	221.27	↑ 65.90%	133.38
Value (USD'million)	542.31	↑ 36.62%	396.94
Average price (USD/Kg)	2.45	↓ -17.79%	2.98

Data source: Reserve Bank of Malawi (RBM)

Government securities

The Government raised K48.95b from the auction of Treasury Bills during the week. There was no auction of Treasury Notes during the week. OMO reverse repos amounted to K3.75b. Maturities of Government securities for the week amounted to K185.69b, maturities of OMO repos amounted to K136.51b and maturities of OMO reverse repos amounted to K37.88b. These transactions resulted in a net injection of K239.12b into the market during the week compared to a net withdrawal of K18.45b in the previous week (Source: RBM).



Treasury Bill auctions			
Auction date	7-Jan-26	% pts Δ	31-Dec-25
Amount offered - cost value (K'm)		↓ -100.00%	21,345.00
Applied - cost value (K'm)	48,954.48	↓ -20.70%	61,732.88
Allotted - cost value (K'm)	48,954.48	↑ 16.90%	41,876.68
Overall rejection rate	0.00%	↓ -32.16	32.16%
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	31-Dec-25	18-Dec-25	16-Dec-25
Tenor	5-yr IDB	2, 3, 5, 7, & 10-yr TNS	3-yr TN
Coupon rate	13.50%	10.0%, 11.0%, 12.5%, 13.5% & 15.0%	11.00%
Amount offered - cost value (K'b)	11.00		81.85
Total applied - cost value (K'b)	21.61	61.26	36.26
Total allotted - cost value (K'b)	0.00	61.26	36.26
Allotted - weighted average ytm	32.00%	28.75%, 30.0%, 32.0%, 34.0% & 35.0%	30.00%

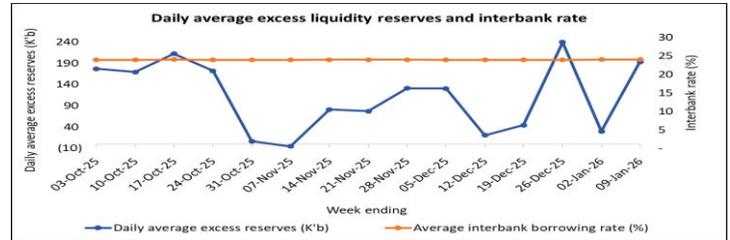
Current yields for Treasury Notes and Bonds			
Tenor	Last auction's yield	Last auction	Next auction
2-year TN	28.75%	18-Dec-25	TBA
2-year Development Bond	28.75%	05-Aug-25	TBA
3-year TN	30.00%	18-Dec-25	TBA
3-year Development Bond	30.00%	18-Nov-25	TBA
5-year TN	32.00%	18-Dec-25	TBA
5-year Development Bond	32.00%	02-Dec-25	TBA
7-year TN	34.00%	18-Dec-25	TBA
7-year Development Bond	34.00%	07-Jan-25	TBA
10-year TN	35.00%	18-Dec-25	TBA
10-year Development Bond	35.00%	20-Jun-24	TBA

Projected maturities			
Week ending	9-Jan-26	16-Jan-26	23-Jan-26
TBs, PNs & TNS (K'm)	185,688	85,605	43,246
OMO repos (K'm)	136,513	62,607	0
OMO reverse repos (K'm)	37,875	3,956	0

Data source: RBM

Market liquidity and interbank market activity

During the week, daily excess liquidity reserves averaged K193.12b, increasing from an average of K29.76b in the previous week. The daily interbank borrowing averaged K128.15b during the week, from K127.75b in the previous week. Borrowing on the Lombard facility amounted to K119.00b during the week compared to K61.82b in the previous week. The average interbank borrowing rate increased to 24.08% from 24.06% in the previous week. The Lombard rate remained fixed at 26.20% (Source: RBM).



Policy Rate			
Rate	30-Oct-25	% pts Δ	31-Jul-25
	26.00%	⇒ 0.00	26.00%

Market Reference Rate			
Rate	Jan-26	% pts Δ	Dec-25
	25.20%	↓ -0.10	25.30%

Inflation Rate			
Rate	Nov-25	% pts Δ	Oct-25
	27.90%	↓ -1.20	29.1%

Malawi Stock Exchange (MSE) trading activity

The Malawi All Share Index (MASI) registered a loss of 0.10% to close the week at 597,467.17 points from 598,046.99 points in the previous week. The market traded 5,386,241 shares at a consideration of K1.46b in 992 trades, compared to 24,769,577 shares traded at a consideration of K4.52b in 805 trades in the previous week. The year-to-date on the MASI stood at -0.10% as at the end of the week, compared to 1.97% during the same period in 2025 (Source: MSE).

Stock market trading activity					
	09-Jan-26	% Δ	02-Jan-26		
MASI	597,467.17	↓ -0.10%	598,046.99		
DSI	405,651.73	↓ -0.03%	405,769.68		
FSI	157,821.13	↓ -0.31%	158,308.28		
Traded volume	5,386,241	↓ -78.25%	24,769,577		
Number of trades	992	↑ 23.23%	805		
Value of shares traded (K'm)	1,457.93	↓ -67.73%	4,518.54		
Market capitalisation (K'm)	32,530,145.38	↓ -0.10%	32,561,714.87		

Category	Company	Closing price (K)	% Δ	Opening price (K)	P/E ratio	P/BV ratio	
Gainers	SUNBIRD	1,486.66	↑ 52.09%	977.50	36.60	5.56	
	BHL	15.07	↑ 0.13%	15.05	(64.66)	1.37	
	MPICO	19.52	↑ 0.05%	19.51	5.25	0.69	
	ILLOVO	2,330.18	↑ 0.003%	2,330.12	21.53	7.72	
	No movement	AIRTEL	120.74	⇒ 0.00%	120.74	31.09	41.35
ICON		16.00	⇒ 0.00%	16.00	4.38	0.73	
OMU		3,790.04	⇒ 0.00%	3,790.04	28.35	3.78	
Loser		STANDARD	4,248.44	↓ -0.0002%	4,248.45	57.72	19.19
		NITL	3,938.88	↓ -0.002%	3,938.95	17.87	7.21
	NBM	11,987.59	↓ -0.06%	11,995.00	54.72	20.85	
	NICO	1,735.62	↓ -0.13%	1,737.88	25.14	11.63	
	FDHB	599.07	↓ -0.14%	599.92	55.82	42.44	
TNM	31.41	↓ -0.19%	31.47	36.03	6.99		
FMBCH	3,187.07	↓ -0.31%	3,197.00	66.25	23.81		
NBS	906.92	↓ -0.75%	913.78	36.16	23.55		
PCL	7,828.64	↓ -10.31%	8,728.11	14.56	2.69		

Data source: MSE

Expected profit after tax for the year ended 31 December 2025			
Company	Expected 2025 profit after tax	Expected change (%)	2024 profit after tax
FDH Bank Plc	Between K142.0 billion and K151.0 billion	An increase of between 92% and 104%	K74.06 billion
Blantyre Hotels Plc	Between K5.57 billion and K5.84 billion	An increase of between 507% and 526%	K1.37 billion
Sunbird Tourism Plc	Between K13.0 billion and K15.1 billion	An increase of between 23% and 43%	K10.6 billion
Standard Bank Malawi Plc	Between K112.3 billion and K120.9 billion	An increase of between 30% and 40%	K86.4 billion
NBS Bank Plc	Between K145.5 billion and K150.5 billion	An increase of between 99.3% and 106.2%	K72.99 billion
National Bank of Malawi Plc	Between K189.9 billion and K211.0 billion	An increase of between 87% and 107%	K101.7 billion
FMB Capital Holdings Plc	Between USD137.0 million and USD156.0 million	An increase of between 32% to 51%	USD103.5 million
Telkom Networks Malawi Plc	Between K20.915 billion and K22.879 billion	An increase of between 108% and 128%	K10.053 billion
National Investment Trust Plc	Between K200.0 billion and K203.5 billion	An increase of between 571% and 583%	K29.80 billion
NICO Holdings Plc	Between K318.0 billion and K332.0 billion	An increase of between 137% and 148%	K134 billion
MPICO Plc	Between K18.45 billion and K20.25 billion	An increase of between 51% and 66%	K12.2 billion
Press Corporation Plc	Between K245.25 billion and K269.28 billion	An increase of between 94% and 113%	K126.35 billion

Source: MSE

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