



**Foreign exchange market developments**

During the week, the Kwacha marginally appreciated against the USD but depreciated 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	13-Feb-26	% Δ	6-Feb-26
USD	1748.4686	↑ -0.10%	1750.2820
GBP	2449.6399	↓ 0.46%	2438.3352
EUR	2139.4227	↓ 0.85%	2121.2967
ZAR	112.4696	↓ 1.57%	110.7292

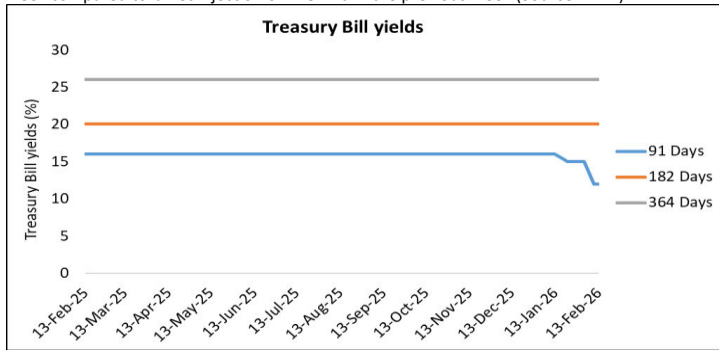
  

Foreign exchange reserves position			
	30-Nov-25	31-Oct-25	30-Sep-25
Total foreign exchange reserves (Aggregate of RBM, Banks & FCDAs)	530.00	526.80	511.80
Total import cover (months)	2.10	2.10	2.00

Data source: Reserve Bank of Malawi (RBM)

**Government securities**

During the auction of Treasury bills held during the week, total applications amounted to K262.43b, of which successful bids amounted to K37.12b, resulting in a rejection rate of 85.85%. There was no auction of Treasury Notes during the week. Maturities of Government securities for the week amounted to K81.39b and maturities of OMO repos amounted to K52.21b. These transactions resulted in a net injection of K96.48b into the market during the week compared to a net injection of K48.72b in the previous week (Source: RBM).



Treasury Bill auctions			
Auction date	10, 11 & 13 Feb 2026	% pts Δ	3-Feb-26
Applied - cost value (K'm)	262,432.81	↑	80.27%
Allotted - cost value (K'm)	37,122.57		0.00
Overall rejection rate	85.85%	↓	-14.15
91 days yield	12.0000%	↓	-3.0000%
182 days yield	20.0000%	→	0.0000%
364 days yield	26.0000%	→	0.0000%
All-type yield	19.3333%	↓	-1.0000%

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%

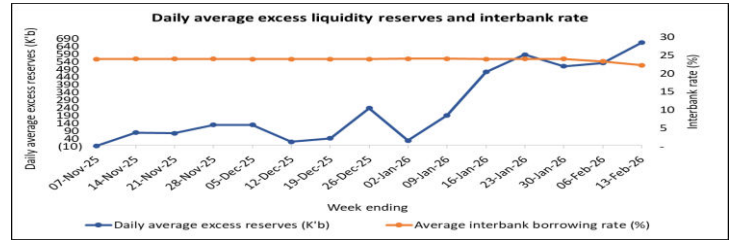
Current yields for Treasury Notes and Bonds			
Tenor	Last auction's yield	Last auction	Next auction
2-year TN	28.75%	18-Dec-25	TBA
2-year Development Bond	28.75%	05-Aug-25	TBA
3-year TN	30.00%	18-Dec-25	TBA
3-year Development Bond	30.00%	18-Nov-25	TBA
5-year TN	32.00%	18-Dec-25	TBA
5-year Development 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	13-Feb-26	20-Feb-26	27-Feb-26
TBs, PNs & TNs (K'm)	81,386	126,789	98,145
OMO repos (K'm)	52,208	0	0
OMO reverse repos (K'm)	0	0	13,086

Data source: RBM

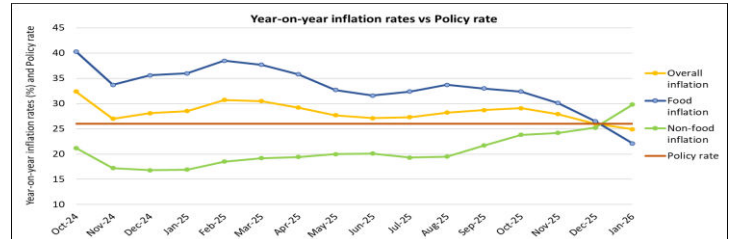
**Market liquidity and interbank market activity**

During the week, daily excess liquidity reserves averaged K664.14b, increasing from an average of K532.22b in the previous week. The daily interbank borrowing averaged K34.40b during the week, from K111.60b in the previous week. There was no borrowing on the Lombard facility during the week as was the case in the previous week. The average interbank borrowing rate marginally decreased to 22.30% from 23.34% in the previous week. The Lombard rate remained fixed at 26.20% (Source: RBM).



**Inflation**

The year-on-year headline inflation rate decreased to 24.9% in January 2026 from 26.0% in December 2025 as food inflation rate decreased to 22.1% in January 2026 from 26.5% in December 2025 while non-food inflation rate increased to 29.8% in January 2026 from 25.2% in December 2025 (Source: NSO).



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

Market Reference Rate			
Rate	Feb-26	% pts Δ	Jan-26
	24.70%	↓	25.20%

Inflation Rate			
Rate	Jan-26	% pts Δ	Dec-25
	24.90%	↓	26.0%

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

The Malawi All Share Index (MASI) registered a loss of -1.47% to close the week at 577,574.44 points from 586,165.53 points in the previous week. The market traded 9,262,304 shares at a consideration of K7.94b in 930 trades, compared to 9,144,620 shares traded at a consideration of K4.13b in 1,024 trades in the previous week. The year-to-date return on the MASI stood at -3.43% as at the end of the week, compared to 41.99% during the same period in 2025 (Source: MSE).

Stock market trading activity					
	13-Feb-26	% Δ	06-Feb-26		
MASI	577,574.44	↓ -1.47%	586,165.53		
DSI	403,556.82	↓ -0.59%	405,934.39		
FSI	138,802.24	↓ -4.43%	145,234.04		
Traded volume	9,262,304	↑ 1.29%	9,144,620		
Number of trades	930	↓ -9.18%	1,024		
Value of shares traded (K'm)	7,939.68	↑ 92.15%	4,131.98		
Market capitalisation (K'm)	31,488,098.09	↓ -1.47%	31,956,465.67		

Gainers					
	Closing price (K)	% Δ	Opening price (K)	P/E ratio	P/BV ratio
OMU	4,000.00	↑ 5.54%	3,790.05	47.21	6.29
BHL	15.01	↑ 0.07%	15.00	(64.40)	1.36
ILLOVO	2,680.13	↑ 0.002%	2,680.08	24.76	8.88
SUNBIRD	1,700.03	↑ 0.001%	1,700.02	41.86	6.36

Loser					
	Closing price (K)	% Δ	Opening price (K)	P/E ratio	P/BV ratio
ICON	15.97	→ 0.00%	15.97	4.37	0.73
MPICO	19.44	→ 0.00%	19.44	5.23	0.69

Loser					
	Closing price (K)	% Δ	Opening price (K)	P/E ratio	P/BV ratio
NITL	3,934.42	↓ -0.001%	3,934.44	17.85	7.20
NBM	11,719.27	↓ -0.005%	11,719.80	53.50	20.38
STANDARD	4,238.68	↓ -0.02%	4,239.46	57.59	19.14
PCL	7,825.61	↓ -0.03%	7,827.99	14.55	2.69
TNM	31.23	↓ -0.06%	31.25	35.83	6.95
FDHB	593.96	↓ -0.35%	596.06	55.34	42.08
AIRTEL	113.98	↓ -0.88%	114.99	29.35	39.04
NICO	1,694.57	↓ -1.24%	1,715.92	24.55	11.36
NBS	858.93	↓ -3.66%	891.52	34.25	22.30
FMBCH	2,794.94	↓ -4.59%	2,929.43	58.10	20.88

Data source: MSE

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