



Foreign exchange market developments

During the week, the Kwacha was generally stable against the USD, registering a marginal depreciation of 0.01%. The Kwacha, however, appreciated against the GBP, EUR and ZAR during the week, as indicated by TT middle exchange rates below (Source: RBM).

Closing TT middle exchange rates as at the end of the week				
Currency	12-Jun-26	% Δ	5-Jun-26	
USD	1750.5420	↓ 0.01%	1750.4027	
GBP	2414.7233	↑ -0.09%	2416.9972	
EUR	2085.9554	↑ -0.30%	2092.3259	
ZAR	109.8944	↑ -0.76%	110.7364	

Foreign exchange reserves position			
	31-Mar-26	28-Feb-26	31-Jan-26
Total foreign exchange reserves (Aggregate of RBM, Banks & FCDAs) (USD'm)	571.60	625.70	664.90
Total import cover (months)	2.30	2.50	2.70

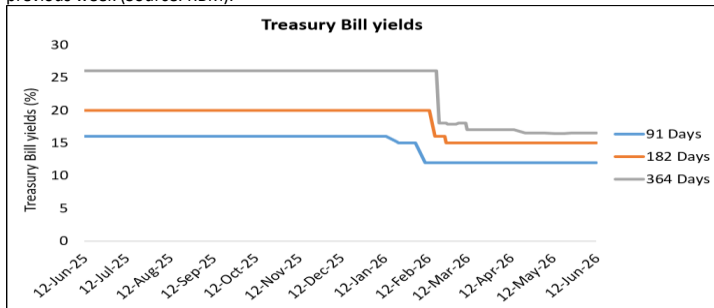
Cumulative tobacco sales statistics as at Week 8			
Date	Week 8 2026 (12 June 2026)	% Δ	Week 8 2025 (30 May 2025)
Volume (million kg)	62.12	↓ -14.60%	72.74
Value (USD'million)	128.80	↓ -27.81%	178.41
Average price (USD/Kg)	2.07	↓ -15.51%	2.45

Data source: Reserve Bank of Malawi (RBM)

Government securities

The Government raised K107.95b from the auction of Treasury Bills and K26.29b from the auction of a 2-year Treasury Note. Yields on Treasury Bills and Treasury Notes were all stable during the week.

Maturities of Government securities amounted to K36.09b, resulting in a net withdrawal of K98.15b from the market during the week, compared to a net injection of K27.37b in the previous week (Source: RBM).



Treasury Bill auctions				
Auction date	9, 10 & 12 June 2026	% pts Δ	2 & 3 June 2026	
Applied - cost value (K'm)	107,949.77	↑ 241.38%	31,621.58	
Allotted - cost value (K'm)	107,949.77	↑ 241.38%	31,621.58	
Overall rejection rate	0.00%	→ 0.00	0.00%	
91 days yield	12.0000%	→ 0.0000%	12.0000%	
182 days yield	15.0000%	→ 0.0000%	15.0000%	
364 days yield	16.5000%	→ 0.0000%	16.5000%	
All-type yield	14.5000%	→ 0.0000%	14.5000%	

Treasury Note and Bond auctions				
Auction dates	11 & 12 June 2026	30 & 31 Mar 2026	24, 25 & 27 Mar 2026	
Tenor	2-year Treasury Note	2-year Treasury Note	2-year Treasury Note	
Coupon rate	10.00%	10.00%	10.00%	
Total applied - cost value (K'b)	26.29	34.73	36.73	
Total allotted - cost value (K'b)	26.29	34.73	27.14	
Overall rejection rate	0.00%	0.00%	26.11%	
Allotted - weighted average ytm	18.00%	18.00%	18.00%	

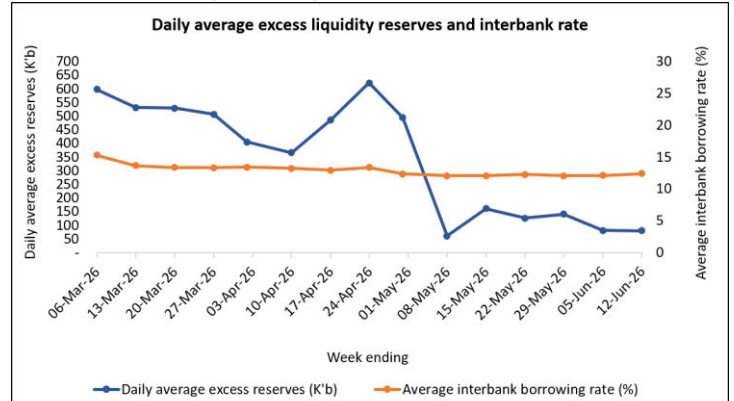
Current yields for Treasury Notes and Bonds			
Tenor	Last auction's yield	Last auction	Next auction
2-year Treasury Note	18.00%	12-Jun-26	TBA
2-year Development Bond	28.75%	05-Aug-25	TBA
3-year Treasury Note	30.00%	18-Dec-25	TBA
3-year Development Bond	30.00%	18-Nov-25	TBA
5-year Treasury Note	32.00%	18-Dec-25	TBA
5-year Development Bond	32.00%	02-Dec-25	TBA
7-year Treasury Note	34.00%	18-Dec-25	TBA
7-year Development Bond	34.00%	07-Jan-25	TBA
10-year Treasury Note	35.00%	18-Dec-25	TBA
10-year Development Bond	35.00%	20-Jun-24	TBA

Projected maturities			
Week ending	12-Jun-26	19-Jun-26	26-Jun-26
Treasury Bills, Promissory Notes & Treasury Notes (K'm)	36,091	45,177	100,073
Open Market Operations repos (K'm)	0	0	0
Open Market Operations reverse repos (K'm)	0	0	0

Data source: RBM

Market liquidity and interbank market activity

During the week, daily excess liquidity reserves averaged K79.54b, decreasing from an average of K81.23b in the previous week. The interbank borrowing averaged K95.60b per day from an average of K72.60b per day in the previous week. There was no borrowing on the Lombard Standing Facility during the week, as was the case in the previous week. The average interbank borrowing rate increased to 12.39% from 12.11% in the previous week. The Lombard rate remained fixed at 24.20% (Source: RBM).



Policy Rate			
Rate	30-Apr-26	% pts Δ	05-Mar-26
Rate	24.00%	→ 0.00	24.00%

Market Reference Rate			
Rate	Jun-26	% pts Δ	May-26
Rate	20.40%	↓ -0.20	20.60%

Inflation Rate			
Rate	Apr-26	% pts Δ	Mar-26
Rate	24.30%	↑ 0.50	23.8%

Malawi Stock Exchange (MSE) trading activity

The Malawi All Share Index (MASI) registered a loss of -0.02% to close the week at 513,662.33 points from 513,741.69 points in the previous week. The market traded 18,143,107 shares at a consideration of K13.15b in 792 trades, compared to 12,389,149 shares traded at a consideration of K17.97b in 614 trades in the previous week. The year-to-date return on MASI stood at -14.11% as at the end of the week, compared to 66.66% during the same period in 2025 (Source: MSE).

Stock market trading activity					
	12-Jun-26	% Δ	05-Jun-26		
MASI	513,662.33	↓ -0.02%	513,741.69		
DSI	391,922.79	↓ -0.02%	391,995.29		
FSI	83,663.14	↑ 0.00%	83,661.67		
Traded volume	18,143,107	↑ 46.44%	12,389,149		
Number of trades	792	↑ 28.99%	614		
Value of shares traded (K'm)	13,145.27	↓ -26.84%	17,968.40		
Market capitalisation (K'm)	28,005,344.75	↓ -0.02%	28,009,671.55		

Gainers	Closing price (K)	% Δ	Opening price (K)	P/E ratio	P/BV ratio
ICON	17.00	↑ 6.18%	16.01	3.48	0.65
MPICO	19.56	↑ 0.05%	19.55	3.31	0.58
FMBCB	1,648.63	↑ 0.002%	1,648.60	20.71	8.06
ILLOVO	3,500.11	↑ 0.001%	3,500.06	32.34	11.60
SUNBIRD	3,100.11	↑ 0.001%	3,100.08	64.99	5.90
PCL	8,700.01	↑ 0.0001%	8,700.00	7.20	2.03

No movement	Closing price (K)	% Δ	Opening price (K)	P/E ratio	P/BV ratio
OMU	5,300.02	→ 0.00%	5,300.02	30.53	3.95

Loser	Closing price (K)	% Δ	Opening price (K)	P/E ratio	P/BV ratio
STANDARD	3,999.70	↓ -0.003%	3,999.83	38.56	13.46
NITL	3,929.90	↓ -0.01%	3,930.11	2.62	1.94
NBM	10,388.99	↓ -0.01%	10,389.90	23.91	11.89
NICO	1,624.98	↓ -0.05%	1,625.72	10.10	5.66
NBS	741.85	↓ -0.06%	742.26	14.35	9.76
FDHB	532.26	↓ -0.10%	532.81	24.85	14.76
BHL	17.48	↓ -0.11%	17.50	18.67	1.43
AIRTEL	111.81	↓ -0.21%	112.05	24.00	20.04
TNM	29.58	↓ -0.57%	29.75	16.05	3.32

Data source: MSE

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