



**Foreign exchange market developments**

During the week, the Kwacha was generally stable against the USD, registering a marginal appreciation of 0.03%. The Kwacha also 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	19-Jun-26	% Δ	12-Jun-26
USD	1750.0368	↑ -0.03%	1750.5420
GBP	2377.0200	↑ -1.56%	2414.7233
EUR	2061.4915	↑ -1.17%	2085.9554
ZAR	109.1716	↑ -0.66%	109.8944

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

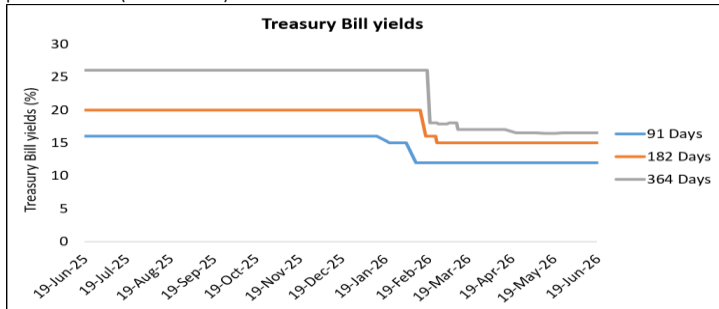
Cumulative tobacco sales statistics as at Week 9			
Date	Week 9 2026 (19 June 2026)	% Δ	Week 9 2025 (6 June 2025)
Volume (million kg)	71.83	↓ -16.96%	86.50
Value (USD'million)	149.05	↓ -30.40%	214.15
Average price (USD/Kg)	2.07	↓ -16.53%	2.48

Data source: Reserve Bank of Malawi (RBM)

**Government securities**

The Government raised K90.41b from the auction of Treasury Bills and K6.01b 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 K45.18b, resulting in a net withdrawal of K51.24b from the market during the week, compared to a net withdrawal of K98.15b in the previous week (Source: RBM).



Treasury Bill auctions			
Auction date	15, 16, 17, 18 & 19 June 2026	% pts Δ	9, 10 & 12 June 2026
Applied - cost value (K'm)	90,411.48	↓ -16.25%	107,949.77
Allotted - cost value (K'm)	90,411.48	↓ -16.25%	107,949.77
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	15, 17 & 18 June 2026	11 & 12 June 2026	30 & 31 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)	7.76	26.29	34.727
Total allotted - cost value (K'b)	6.01	26.29	34.727
Overall rejection rate	22.59%	0.00%	0.00%
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%	18-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

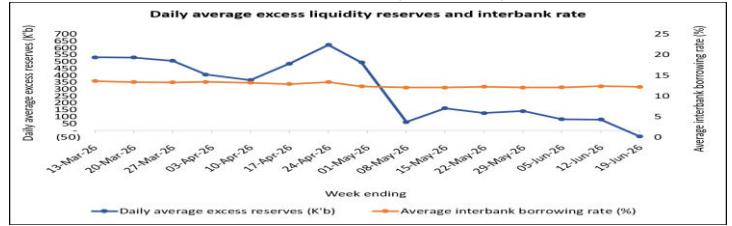
  

Projected maturities			
Week ending	19-Jun-26	26-Jun-26	3-Jul-26
Treasury Bills, Promissory Notes & Treasury Notes (K'm)	45,177	100,073	62,890
Open Market Operations repos (K'm)	0	0	149,991
Open Market Operations reverse repos (K'm)	0	0	90,198

Data source: RBM

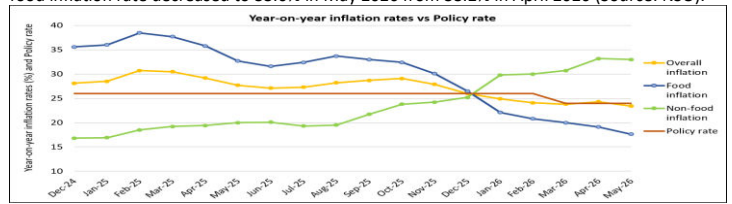
**Market liquidity and interbank market activity**

During the week, daily excess liquidity reserves averaged -K44.38b, decreasing from an average of K79.54b in the previous week. The interbank borrowing averaged K59.40b per day from an average of K95.60b per day in the previous week. Borrowing on the Lombard Standing Facility amounted to K35.00b during the week, compared to no borrowing in the previous week. The average interbank borrowing rate decreased to 12.24% from 12.39% in the previous week. The Lombard rate remained fixed at 24.20% (Source: RBM).



**Inflation**

The year-on-year headline inflation rate decreased to 23.4% in May 2026 from 24.3% in April 2026 as food inflation rate decreased to 17.6% in May 2026 from 19.1% in April 2026 and non-food inflation rate decreased to 33.0% in May 2026 from 33.2% in April 2026 (Source: NSO).



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

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

Inflation Rate			
Rate	May-26	% pts Δ	Apr-26
	23.40%	↓ -0.90	24.3%

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

The Malawi All Share Index (MASI) registered a loss of -0.26% to close the week at 512,313.54 points from 513,662.33 points in the previous week. The market traded 14,146,266 shares at a consideration of K4.25b in 649 trades, compared to 18,143,107 shares traded at a consideration of K13.15b in 792 trades in the previous week. The year-to-date return on MASI stood at -14.34% as at the end of the week, compared to 75.19% during the same period in 2025 (Source: MSE).

Stock market trading activity					
	19-Jun-26	% Δ	12-Jun-26		
MASI	512,313.54	↓ -0.26%	513,662.33		
DSI	390,708.02	↓ -0.31%	391,922.79		
FSI	83,667.04	↑ 0.005%	83,663.14		
Traded volume	14,146,266	↓ -22.03%	18,143,107		
Number of trades	649	↓ -18.06%	792		
Value of shares traded (K'm)	4,247.06	↓ -67.69%	13,145.27		
Market capitalisation (K'm)	27,931,812.40	↓ -0.26%	28,005,344.75		

	Closing price (K)	% Δ	Opening price (K)	P/E ratio	P/BV ratio
<b>Gainers</b>					
ICON	17.01	↑ 0.06%	17.00	3.48	0.65
MPICO	19.57	↑ 0.05%	19.56	3.31	0.58
ILLOVO	3,501.17	↑ 0.03%	3,500.11	32.35	11.60
FMBCH	1,648.71	↑ 0.005%	1,648.63	20.71	8.06
SUNBIRD	3,100.13	↑ 0.001%	3,100.11	64.99	5.90
PCL	8,700.04	↑ 0.0003%	8,700.01	7.20	2.03
<b>No movement</b>					
OMU	5,300.02	→ 0.00%	5,300.02	30.53	3.95
<b>Loser</b>					
NITL	3,929.82	↓ -0.002%	3,929.90	2.62	1.94
STANDARD	3,999.54	↓ -0.004%	3,999.70	38.56	13.46
NBS	741.51	↓ -0.05%	741.85	14.35	9.75
FDHB	531.66	↓ -0.11%	532.26	24.83	14.75
AIRTEL	111.48	↓ -0.30%	111.81	23.93	19.98
BHL	17.38	↓ -0.57%	17.48	18.56	1.42
TNM	29.36	↓ -0.74%	29.58	15.93	3.3
NICO	1,611.00	↓ -0.86%	1,624.98	10.01	5.61
NBM	10,286.36	↓ -0.99%	10,388.99	23.68	11.77

Data source: MSE

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