Market update – 10th July 2026

Foreign exchange market developments

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

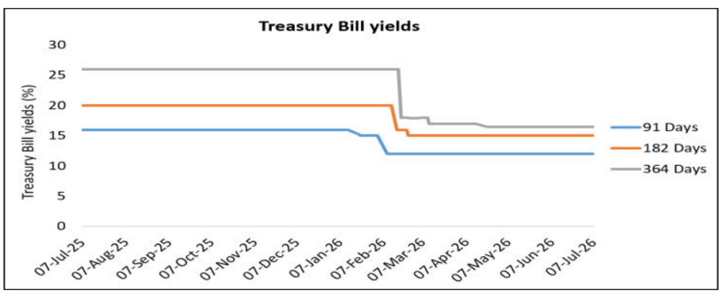
Closing TT middle exchange rates as at the end of the week			
Currency	**10-Jul-26**	**% Δ**	**3-Jul-26**
USD	1750.3077	0.01%	1750.0726
GBP	2409.9815	0.11%	2407.3538
EUR	2063.0696	-0.11%	2065.4353
ZAR	109.9296	-0.31%	110.2733
Foreign exchange reserves position			
	31-Mar-26	**28-Feb-26**	**31-Jan-26**
Total foreign exchange reserves (Aggregate of RBM, Banks & FCDAs)	571.60	625.70	664.90
Total import cover (months)	2.30	2.50	2.70
Cumulative tobacco sales statistics as at Week 12			
Date	**Week 12 2026 (10 July 2026)**	**% Δ**	**Week 12 2025 (27 June 2025)**
Volume (million kg)	97.16	-23.23%	126.56
Value (USD'million)	198.81	-37.77%	319.50
Average price (USD/Kg)	2.05	-18.65%	2.52

Data source: Reserve Bank of Malawi (RBM)

Government securities

During the auction of Treasury Bills conducted during the week, applications amounted to K7.41b and successful bids amounted to K6.66b, resulting in a rejection rate of 10.08%. There was no auction of Treasury Notes during the week.

Maturities of Government securities amounted to K78.66b and maturities of Open Market Operations (OMO) repos amounted to K17.80b. These transactions resulted in a net injection of K89.80b into the market during the week, compared to a net injection of K17.84b in the previous week (Source: RBM).

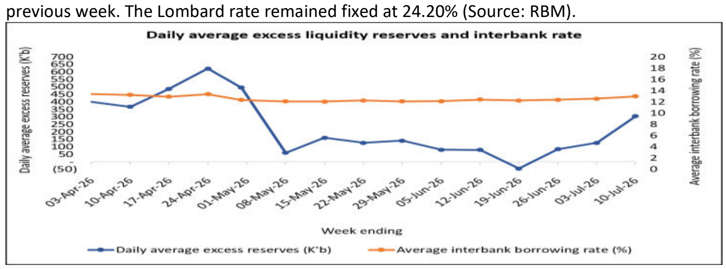


Treasury Bill auctions			
Auction date	**7-Jul-26**	**% pts Δ**	**22, 23, 25 & 26 June 2026**
Applied - cost value (K'm)	7,407.28	-80.94%	38,855.68
Alloted - cost value (K'm)	6,660.83	-82.86%	38,855.68
Overall rejection rate	10.08%	10.08	0.00%
91 days yield	12.0000%	0.0000%	12.0000%
182 days yield	15.0000%	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	**22, 24 & 26 June 2026**	**15, 17 & 18 June 2026**	**11 & 12 June 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)	12.15	7.76	26.294
Total allotted - cost value (K'b)	12.15	6.01	26.294
Overall rejection rate	0.00%	22.59%	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%	26-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	**10-Jul-26**	**17-Jul-26**	**24-Jul-26**
Treasury Bills, Promissory Notes & Treasury Notes (K'm)	78,657	25,703	18,773
Open Market Operations repos (K'm)	17,797	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 K303.67b, increasing from an average of K126.93b in the previous week. The interbank borrowing averaged K77.25b per day from an average of K28.90b per day in the previous week. Borrowing on the Lombard Standing Facility averaged K130.00b per day during the week, down from an average of K103.40b in the previous week. The average interbank borrowing rate increased to 12.99% from 12.57% in the previous week. The Lombard rate remained fixed at 24.20% (Source: RBM).



Policy Rate			
	30-Apr-26	**% pts Δ**	**05-Mar-26**
Rate	24.00%	0.00	24.00%
Market Reference Rate			
	Jul-26	**% pts Δ**	**Jun-26**
Rate	20.50%	0.10	20.40%
Inflation Rate			
	May-26	**% pts Δ**	**Apr-26**
Rate	23.40%	-0.90	24.3%

Malawi Stock Exchange (MSE) trading activity

The Malawi All Share Index (MASI) registered a loss of -1.58% to close the week at 514,646.95 points from 522,914.94 points in the previous week. The market traded 4,055,829 shares at a consideration of K11.27b in 393 trades, compared to 11,357,290 shares traded at a consideration of K5.36b in 563 trades in the previous week. The year-to-date return on MASI stood at -13.95% as at the end of the week, compared to 100.20% during the same period in 2025 (Source: MSE).

Stock market trading activity					
	10-Jul-26	**% Δ**	**03-Jul-26**		
MASI	514,646.95	-1.58%	522,914.94		
DSI	382,795.17	-1.90%	390,219.01		
FSI	95,720.48	-0.004%	95,723.89		
Traded volume	4,055,829	-64.29%	11,357,290		
Number of trades	393	-30.20%	563		
Value of shares traded (K'm)	11,267.63	110.16%	5,361.35		
Market capitalisation (K'm)	28,059,027.23	-1.58%	28,509,805.78		
Gainers	**Closing price (K)**	**% Δ**	**Opening price (K)**	**P/E ratio**	**P/BV ratio**
PCL	9,521.75	0.23%	9,500.02	7.89	2.22
BHL	17.44	0.06%	17.43	18.62	1.42
MPICO	19.58	0.05%	19.57	3.31	0.58
ILLOVO	3,501.83	0.0003%	3,501.82	32.36	11.60
No movement	**Closing price (K)**	**% Δ**	**Opening price (K)**	**P/E ratio**	**P/BV ratio**
ICON	17.02	0.00%	17.02	3.48	0.65
OMU	5,300.02	0.00%	5,300.02	30.53	3.95
SUNBIRD	3,550.01	0.00%	3,550.01	74.42	6.75
Loser	**Closing price (K)**	**% Δ**	**Opening price (K)**	**P/E ratio**	**P/BV ratio**
STANDARD	3,999.23	-0.002%	3,999.32	38.56	13.46
FMBCH	1,895.84	-0.004%	1,895.91	23.82	9.27
TNM	28.82	-1.13%	29.15	15.64	3.24
NBM	9,799.00	-1.97%	9,995.98	22.55	11.21
FDHB	513.97	-2.08%	524.89	24.00	14.26
NITL	3,700.00	-2.63%	3800.00	2.47	1.82
NBS	699.99	-5.13%	737.81	13.54	9.21
NICO	1,498.42	-5.39%	1,583.71	9.31	5.21
AIRTEL	104.92	-5.68%	111.24	22.52	18.81

Data source: MSE

Dividends announced					
Company	**Dividend type**	**Dividend (K/share)**	**Ex-dividend date**	**Last day to register**	**Payment date**
MPICO	Final declared	0.50	15-Jul-26	17-Jul-26	24-Jul-26
STANDARD	Final declared	15.47	8-Jul-26	10-Jul-26	24-Jul-26
SUNBIRD	Final declared	11.35	29-Jul-26	31-Jul-26	14-Aug-26
NBS	Final proposed	4.70	TBA	TBA	TBA
NICO	Final proposed	8.05	TBA	TBA	TBA
NBM	Final proposed	111.79	TBA	TBA	TBA
ICON	Final proposed	0.16	TBA	TBA	TBA
TNM	Final proposed	0.23	TBA	TBA	TBA
PCL	Final proposed	66.52	TBA	TBA	TBA