



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, 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 | 3-Jul-26 | % Δ | 26-Jun-26 |
| USD | 1750.0726 | ↓ 0.01% | 1749.9554 |
| GBP | 2407.3538 | ↓ 1.24% | 2377.8727 |
| EUR | 2065.4353 | ↓ 0.72% | 2050.6570 |
| ZAR | 110.2733 | ↓ 1.01% | 109.1758 |

| 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 |

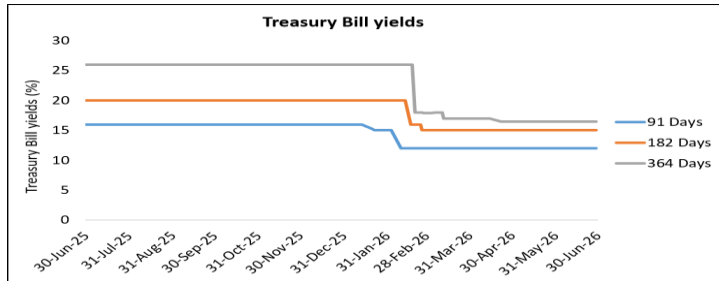
| Cumulative tobacco sales statistics as at Week 11 | | | |
|---|----------------------------|-----------|-----------------------------|
| Date | Week 11 2026 (3 July 2026) | % Δ | Week 11 2025 (20 June 2025) |
| Volume (million kg) | 89.44 | ↓ -20.86% | 113.01 |
| Value (USD'million) | 184.40 | ↓ -34.99% | 283.65 |
| Average price (USD/Kg) | 2.06 | ↓ -17.93% | 2.51 |

Data source: Reserve Bank of Malawi (RBM)

Government securities

During the auction of Treasury Bills conducted during the week, applications amounted to K40.32m. However, no bid was successful. There was also no auction of Treasury Notes during the week.

Open Market Operations (OMO) repos amounted to K105.00b during the week. Maturities of Government securities amounted to K63.05b, maturities of OMO repos amounted to K149.99b and maturities of OMO reverse repos amounted to K90.20b. These transactions resulted in a net injection of K17.84b into the market during the week, compared to a net injection of K61.21b in the previous week (Source: RBM).



| Treasury Bill auctions | | | |
|-----------------------------|-----------|------------|-----------|
| Auction date | 29-Jun-26 | % pts Δ | 2026 |
| Applied - cost value (K'm) | 40.32 | ↓ -99.90% | 38,855.68 |
| Allotted - cost value (K'm) | 0.00 | ↓ -100.00% | 38,855.68 |
| Overall rejection rate | 100.00% | ↑ 100.00 | 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 | 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% |

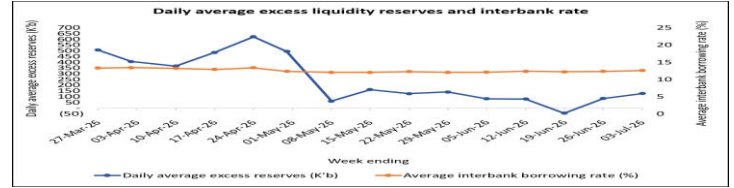
| Current yields for Treasury Notes and Bonds | | | |
|---|----------------------|--------------|--------------|
| Tenor | Last auction's yield | Last auction | Next auction |
| 2-year Treasury Note | 18.00% | 26-Jun-26 | TBA |
| 2-year Development Bond | 28.75% | 05-Aug-25 | TBA |
| 3-year Treasury 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 | 3-Jul-26 | 10-Jul-26 | 17-Jul-26 |
| Treasury Bills, Promissory Notes & Treasury Notes (K'm) | 63,051 | 78,657 | 25,703 |
| Open Market Operations repos (K'm) | 149,991 | 17,797 | 0 |
| Open Market Operations reverse repos (K'm) | 90,198 | 0 | 0 |

Data source: RBM

Market liquidity and interbank market activity

During the week, daily excess liquidity reserves averaged K126.93b, increasing from an average of K84.13b in the previous week. The interbank borrowing averaged K28.90b per day from an average of K27.30b per day in the previous week. Borrowing on the Lombard Standing Facility averaged K103.40b per day during the week, down from an average of K122.50b in the previous week. The average interbank borrowing rate increased to 12.57% from 12.36% 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 |
| | 24.00% | ⇒ 0.00 | 24.00% |

| Market Reference Rate | | | |
|-----------------------|--------|---------|--------|
| Rate | Jul-26 | % pts Δ | Jun-26 |
| | 20.50% | ↑ 0.10 | 20.40% |

| 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 gain of 0.13% to close the week at 522,914.94 points from 522,246.26 points in the previous week. The market traded 11,357,290 shares at a consideration of K5.36b in 563 trades, compared to 12,184,553 shares traded at a consideration of K1.71b in 669 trades in the previous week. The year-to-date return on MASI stood at -12.57% as at the end of the week, compared to 93.60% during the same period in 2025 (Source: MSE).

| Stock market trading activity | | | | | |
|-------------------------------|---------------|-----------|---------------|--|--|
| | 03-Jul-26 | % Δ | 26-Jun-26 | | |
| MASI | 522,914.94 | ↑ 0.13% | 522,246.26 | | |
| DSI | 390,219.01 | ↑ 0.15% | 389,618.78 | | |
| FSI | 95,723.89 | ↑ 0.001% | 95,723.40 | | |
| Traded volume | 11,357,290 | ↓ -6.79% | 12,184,553 | | |
| Number of trades | 563 | ↓ -15.84% | 669 | | |
| Value of shares traded (K'm) | 5,361.35 | ↑ 213.19% | 1,711.86 | | |
| Market capitalisation (K'm) | 28,509,805.78 | ↑ 0.13% | 28,473,348.76 | | |

| Gainers | | | | | |
|---------|-------------------|-----------|-------------------|-----------|------------|
| | Closing price (K) | % Δ | Opening price (K) | P/E ratio | P/BV ratio |
| SUNBRD | 3,550.01 | ↑ 14.51% | 3,100.15 | 74.42 | 6.75 |
| BHL | 17.43 | ↑ 0.23% | 17.39 | 18.61 | 1.42 |
| ILLOVO | 3,501.82 | ↑ 0.001% | 3,501.80 | 32.36 | 11.60 |
| FMBCH | 1,895.91 | ↑ 0.001% | 1,895.90 | 23.82 | 9.27 |
| PCL | 9,500.02 | ↑ 0.0002% | 9,500.00 | 7.87 | 2.21 |

| 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 |
| MPICO | 19.57 | ⇒ 0.00% | 19.57 | 3.31 | 0.58 |
| 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 | 3,999.32 | ↓ -0.003% | 3,999.45 | 38.56 | 13.46 |
| NBM | 9,995.98 | ↓ -0.03% | 9,998.89 | 23.01 | 11.44 |
| AIRTEL | 111.24 | ↓ -0.05% | 111.30 | 23.88 | 19.94 |
| TNM | 29.15 | ↓ -0.24% | 29.22 | 15.82 | 3.28 |
| NBS | 737.81 | ↓ -0.43% | 741.03 | 14.28 | 9.71 |
| NICO | 1,583.71 | ↓ -0.64% | 1,593.97 | 9.84 | 5.51 |
| FDHB | 524.89 | ↓ -1.12% | 530.82 | 24.51 | 14.56 |
| NITL | 3,800.00 | ↓ -3.30% | 3,929.77 | 2.54 | 1.87 |

Data source: MSE

Corporate news

Continental Holdings Plc (CHL) issued a Pre-listing Statement and a Prospectus on 30th June 2026 in respect of a Public Offer ('Offer') for Sale of up to 753,308,604 Ordinary Shares at an Offer Price of MWK195.00 per Share by TransAfrica Holdings Limited ('TAH') and admission to trade on the Malawi Stock Exchange (MSE); and the subsequent listing of 3,013,234,416 shares, being all the shares of CHL on the Domestic Main Board of the MSE. The Offer opened at 09:00 on 30th June 2026 and will close at 17:00 on 20th July 2026. Allotment results will be announced to the public on 24th July 2026 and CHL will be listed on the MSE on 3rd August 2026 (Source: CHL, MSE).

| Expected profit after tax for the half year ending 30 June 2026 | | | |
|---|--|-----------------------------------|--------------------------|
| Company | Expected 2026 half year profit after tax | Expected change (%) | tax |
| Airtel Malawi Plc | Within the range of K 9.6b to K 11.7b | Decrease between 47% and 57% | K22.4 billion |
| Blantyre Hotels Plc | Loss ranging from K103m to K84m | Decrease between 103.1% to 102.5% | Profit of K3.3 billion |
| FDH Bank Plc | Within the range of K85.6b to K91.7b | Increase between 42% and 52% | K60.3 billion |
| MPICO Plc | Within the range of K12.31b and K13.71b | Increase between 62% and 80% | K7.60 billion |
| National Bank of Malawi Plc | Within the range of K125.32b to K142.14b | Increase between 49% and 69% | K84.11 billion |
| National Investment Trust Plc | Loss in the range of K24.50b to K28.50b | Decrease between 129% and 134% | Profit of K84.27 billion |
| NBS Bank Plc | Within the range of K87.9b to K90.2b | Increase between 20% and 23% | K73.2 billion |
| NICO Holdings Plc | Within the range of K91b to K101b | Decrease between 27% and 19% | K125 billion |
| Press Corporation Plc | Between K128.98b and K148.13b | Increase between 37% and 57% | K94.39 billion |
| Standard Bank Malawi Plc | Between K58.1b and K65.2b | Increase between 20% and 35% | K48.4 billion |

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