MARKET UPDATE
FOR FEBRUARY 2020

OLDMUTUAL

INVESTMENT GROUP

INTEREST RATES	29 FEBRUARY 2020 (%)	MOM CHANGE (BPS)	YTD CHANGE (BPS)	YOY CHANGE (BPS)	3YR ANNUALISED YIELD (%)	5YR ANNUALISED YIELD (%)	10YR ANNUALISED YIELD (%)
91 Days T/Bill	8.00	185	185	-191	10.61	16.31	16.68
182 Days T/Bill	8.46	-154	100	-204	11.12	16.91	17.56
364 Days T/Bill	10.00	-89	-50	-138	12.11	17.55	18.35
Policy Rate	13.50	-	-	-100	14.66	18.88	19.46
Interbank Rate	12.17	-125	-153	644	10.48	15.39	13.08
Average lending rate	13.40	30	90	-150	17.59	24.24	26.76
Average savings rate	4.47	-	-	-2	4.64	5.59	6.33

BPS- Basis point; One basis point is equal to 1/100th of 1% or 0.01%;

FOREIGN EXCHANGE	29 FEBRUARY 2020	MOM CHANGE (%)	YTD CHANGE (%)	YOY CHANGE (%)	3YR ANNUALISED YIELD (%)	5YR ANNUALISED YIELD (%)	10YR ANNUALISED YIELD (%)
MWK/USD	736.71	-0.01	-0.01	-0.79	-0.51	-9.91	-14.67
MWK/GBP	951.15	1.59	2.43	2.15	-1.76	-6.84	-13.01
MWK/ZAR	47.46	5.73	11.35	10.61	5.81	-4.37	-8.44
MWK/EURO	812.00	0.21	1.83	2.34	-1.84	-9.65	-12.91
EQUITY	**29 FEBRUARY 2020**	**MOM CHANGE (%)**	**YTD CHANGE (%)**	**YOY CHANGE (%)**	**3YR ANNUALISED YIELD (%)**	**5YR ANNUALISED YIELD (%)**	**10YR ANNUALISED YIELD (%)**
Malawi All Share Index	29 162.28	0.64	-3.60	5.33	28.72	14.27	18.92
Domestic Index	23 506.15	2.63	-0.40	12.85	29.85	14.80	19.12
Foreign Index	3 046.35	-13.69	-24.31	-32.63	14.56	11.57	25.50
GAINERS AND LOSERS	**29 FEBRUARY 2020**	**MOM CHANGE (%)**	**YTD CHANGE (%)**	**YOY CHANGE (%)**	**3YR ANNUALISED YIELD (%)**	**5YR ANNUALISED YIELD (%)**	**10YR ANNUALISED YIELD (%)**
AIRTEL	17.62	38.85	38.85	n/a	n/a	n/a	n/a
BHL	12.94	-	-0.08	-0.46	-16.27	7.97	1.74
FMBCH	55.25	-15.00	-26.33	-35.00	n/a	n/a	n/a
ICON	10.49		-0.10	-12.14	n/a	n/a	n/a
ILLOVO	111.00	-20.71	-27.45	-44.50	-14.88	-17.71	0.09
MPICO	22.08	0.36	13.06	69.33	36.93	35.08	23.85
NBM	525.02	-	-	66.67	30.18	16.85	24.43
NBS	16.00	0.50	18.52	60.16	22.99	-11.93	1.34
NICO	48.50	-	0.02	15.50	55.10	8.34	18.35
NITL	89.89	12.36	12.36	19.85	53.20	16.41	19.22
PCL	1 400.00	-	-	27.27	37.38	25.28	23.99
STANDARD	730.00	-	-	8.96	13.44	11.43	23.01
SUNBIRD	118.00	-	-	-14.49	26.35	70.88	29.49
TNM	22.05	-0.23	-15.19	-11.84	48.75	40.07	27.13
OMU	2 499.99	-	-	-0.53	n/a	n/a	n/a
COMMODITIES	**FEBRUARY 2020**	**M-O-M CHANGE (%)**	**YTD CHANGE (%)**	**YOY CHANGE**	**3 YR ANNUALISED CHANGE (%)**	**5 YR ANNUALISED CHANGE (%)**	**10YR ANNUALISED CHANGE (%)**
Maize (MK/kg)*	149.30	43.14	46.80	46.80	67.47	37.65	28.76
Burley tobacco (MK/kg)**	1 155.73	-59.17	-10.86	-10.86	81.44	37.21	15.87
Tea (MK/Kg)*	1 271.60	-4.41	-19.14	25.58	29.40	16.19	24.50
Global Oil price (US$/barrel)	50.16	-14.90	-25.30	-23.16	17.72	-14.23	1.29
Petrol (MK/Litre)	930.00	-	-	7.14	7.49	1.04	15.26
Diesel (MK/Litre)	924.00	-	-	5.72	5.59	0.21	15.78

INFLATION	JANUARY 2020 (%)	M-O-M CPI CHANGE (%)	Y-O-Y CHANGE (BPS)	12 MONTHS AVERAGE (%)	3 YR ANNUALISED AVERAGE (%)	5 YR ANNUALISED AVERAGE (%)	10 YR ANNUALISED AVERAGE (%)
Headline inflation	11.1	3.01	220	9.58	9.29	13.77	14.10
TOP 5 BASKETS IN CPI	**DEC 2017 TO DATE WEIGHT IN CPI (%)**	**M-O-M CHANGE (%)**	**Y-O-Y CPI CHANGE (%)**	**12 MONTHS AVERAGE (%)**	**3 YR ANNUALISED AVERAGE (%)**	**5 YR ANNUALISED AVERAGE (%)**	**10 YR ANNUALISED AVERAGE (%)**
Food	45.2	5.59	17.64	14.95	15.30	19.07	15.54
Housing, water & electricity	23.1	0.11	1.97	3.37	16.47	17.87	17.68
Transport	8.4	0.01	6.78	6.46	6.20	10.15	13.06
Furnishing & household	4.6	4.93	11.97	7.69	10.10	13.21	15.49
Communication	3.7	-0.03	2.13	2.48	4.28	5.61	n/a
OTHER INDICATORS	**DECEMBER 2019**	**M-O-M CHANGE**	**YTD CHANGE**	**Y-O-Y CHANGE**	**3 CALENDAR YR AVERAGE**	**5 CALENDAR YR AVERAGE**	**10 CALENDAR YR AVERAGE**
Official Foreign Reserves (months)	4.05	1.16	0.44	0.44	3.25	3.19	2.82
Domestic debt - % of GDP*	32.30	1.80	11.50	11.50	24.24	19.50	16.62
Foreign debt - % of GDP*	29.00	-0.80	-2.50	-2.50	32.20	30.34	25.03
Total Public Debt- % of GDP*	61.30	1.20	9.00	9.00	56.43	49.84	41.65
Government Revenue -% of GDP	2.27	0.86	0.48	0.48	22.11	21.97	23.09
Government Expenditure -% of GDP	2.84	0.99	0.79	0.79	27.74	27.82	27.20
Overall surplus/(deficit)-% of GDP	-0.57	-0.03	0.31	0.31	-5.66	-5.87	-4.12

GDP GROWTH (%)	2018 ESTIMATE	2017 ACTUAL	2016 ACTUAL	2015 ACTUAL	3 YR ANNUALISED GROWTH (%)	5 YR ANNUALISED GROWTH (%)	10YR ANNUALISED GROWTH (%)
Real GDP Growth	3.3	4.0	2.7	3.3	3.3	3.8	4.4
Top 5 sectors (real growth rates %)							
Agriculture, forestry & fishing	0.9	6.1	-0.1	-1.0	1.5	1.9	3.4
Wholesale and retail	4.1	5.0	3.4	4.9	4.1	4.7	5.3
Manufacturing	3.6	2.0	1.3	3.8	2.2	3.1	3.0
Real estate activities	3.8	4.4	3.1	1.9	3.7	3.3	4.0
Financial and insurance services	6.9	5.5	5.9	5.6	6.1	5.9	6.8

TRADE	2018	2017	2016	2015	3 YR AVERAGE	5 YR AVERAGE	10 YR AVERAGE
Exports % of GDP	13.29	17.42	20.77	16.54	17.12	18.29	33.32
Top exports (% of total exports)							
Tobacco	76.77	43.08	28.54	43.63	38.24	28.36	42.51
Sugar	11.23	3.86	8.34	8.53	6.88	5.56	7.70
Tea	9.34	4.59	5.86	5.85	5.43	4.15	5.06
Imports % of GDP	36.08	33.77	39.31	35.31	36.37	38.07	36.92
Trade balance % of GDP	-22.79	-16.36	-18.54	-18.77	-19.27	-19.83	-3.93

Sources: Reserve Bank of Malawi; MSE; NSO; NBM; EIU; IMF; BBC; Bloomberg; World Bank

"-" means nil or no change ; "n/a" means data not available; "*" means data as at Dec 2018; "**" means data as at Aug 2018

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