



Reserve Bank of Malawi

Monthly Economic Review

November, 2017

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General Notes

The Monthly Economic Review is published by the Economic Policy Research Department, Reserve Bank of Malawi, P.O. Box 30063, Capital City, Lilongwe 3. Any opinions expressed in this review should be regarded as solely those of the Economic Policy Research Department, as such, queries should be forwarded to the Director, Economic Policy Research Department. Tel: 265 1 771 600; or Fax 265 1 770 593; or Email: research@rbm.mw.

1.0 HIGHLIGHTS

1.1. Gross Official Reserves

Gross official reserves decreased to US\$752.1 million in November 2017 from US\$787.0 million in October 2017, and were higher than US\$568.7 million recorded in November 2016. Resultantly, import coverage dropped to 3.6 months from 3.8 months in the previous month.

1.2. Exchange Rate

The Malawi kwacha exchange rate remained stable against the United States dollar during November 2017. However, the local currency depreciated against all other major trading partners' currencies except for the Zambian kwacha.

1.3. Money Supply

The annual growth rate of broad money supply (M2) increased to 19.1 percent in November 2017 from 16.4 percent registered in the preceding month, and compared with a growth of 20.8 percent in November 2016. The upturn was largely supported by Net Foreign Assets (NFA) which contributed 15.2 percent to the annual growth of M2. Net Domestic Assets (NDA), on the other hand, accounted for 3.9 percent of the M2 annual growth rate. Components of NDA, namely, net credit to government, credit to private sector, net credit to statutory bodies and other items (net) explained 15.1 percent, 0.2 percent, minus 0.5 percent and minus 10.9 percent, respectively, of the M2 growth rate. On a month-by-month basis, M2 increased by K18.5 billion (1.8 percent) to K1,035.9 billion at end-November 2017. This was mainly due to an expansion in NDA following an increase in other items (net).

1.4. Interest Rates

The Policy rate remained unchanged at 18.00 percent. However, the average base lending rate dropped to 27.20 percent from 27.55 percent in the previous month while average savings rate increased to 5.94 percent from 5.85 percent in the previous month.

1.5. Inflation

Headline inflation decelerated to 7.7 percent in November 2017 from 8.3 percent in October 2017. This outturn was also lower than 19.9 percent registered in November 2016. The drop in inflation was largely attributed to a slowdown of 0.7 percentage points in non-food inflation. Food inflation registered a decrease, though marginal, of 0.1 percentage point to 4.7 percent.

2.0 EXTERNAL SECTOR**2.1. Foreign Exchange Reserves**

Gross official reserves stood at US\$752.1 million in November 2017, representing 3.6 months of import coverage. This was lower than US\$787.0 million (3.8 months of import cover) recorded in October 2017, but higher than US\$568.7 million recorded in November 2016.

Total inflows of foreign exchange amounted to US\$81.6 million during the reviewed month, compared to US\$93.3 million recorded in the preceding month, but higher than US\$69.3 million recorded in November 2016. The inflows largely constituted swaps amounting to US\$56.0 million, project funds totaling US\$14.6 million and US\$9.0 million purchases from the market.

Outlays of foreign exchange were recorded at US\$88.4 million in November 2017 higher than US\$77.5 million registered in October 2017, and US\$108.2 million in November 2016. Of the total outlays, US\$53.8 million was sold to the market while US\$32.2 million was used to finance government foreign payments, of which US\$3.8 million was for debt servicing. Meanwhile, the Reserve Bank of Malawi external operational costs amounted to US\$2.4 million.

2.2. The Malawi Kwacha Exchange Rate

The Malawi kwacha exchange rate remained stable against the United States dollar and traded at K732.25 per dollar as at end November 2017. However, the kwacha depreciated against the pound and euro by 1.9 percent and 1.2 percent to trade at K977.13 per pound and K860.43 per euro, respectively. The depreciation was explained by strengthening of both the euro and pound. Within the Asian region, the Malawi kwacha marginally depreciated against the Chinese yuan and Indian rupee. The kwacha lost ground against both currencies by 0.4 percent and traded at K109.83 per yuan and K11.24 per Indian rupee at the end of November 2017.

Within the SADC region, the local currency depreciated against the rand to trade at K53.34 per rand in November 2017 from K51.90 per rand in the previous month. Conversely, the Malawi kwacha appreciated against the Zambian kwacha by 1.5 percent to trade at K71.65. This was on account of a weakening Zambian kwacha due to low copper prices.

3.0 BANKING AND FINANCE

3.1. Broad Money and its Components

Broad money supply grew by K18.5 billion to K1, 035.9 billion in November 2017. The upsurge was attributed to quasi money (QM) which rose by K22.1 billion to K552.1 billion. Foreign currency deposits were a major driver of QM as they rose by K19.8 billion from K211.6 billion in the preceding month, while time and savings deposits explained K2.3 billion of the growth in quasi money. In contrast, narrow money (M1) dropped by K3.6 billion to K483.8 billion, thereby partially offsetting the expansionary effect of QM on M2. The decline in M1 was explained by a K5.1 billion decrease in demand deposits to K325.2 billion which was partly offset by a K1.5 billion increase in currency in circulation to K158.6 billion.

Table 1: Money Supply and its Sources (in MK' billion except for growth which is in percentages)

	2016		2017										
	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov
Money Supply (M2)	869.9	897.3	842.7	868.7	872.8	890.4	924.2	996.6	1,019.1	1,027.7	987.7	1,017.4	1,035.9
Narrow money (M1)	381.2	395.9	371.8	376.7	380.0	384.7	417.9	479.4	487.9	479.9	476.7	487.4	483.8
Quasi-money	488.7	501.4	470.9	492.0	492.8	505.7	506.3	517.2	531.1	547.8	511.2	530.0	552.1
Net Foreign Assets	325.3	355.8	327.0	323.6	287.6	285.3	324.4	373.2	379.8	379.2	404.9	454.4	457.4
Net Domestic Assets	544.6	541.5	515.7	545.0	585.2	605.1	599.7	623.4	639.3	648.5	583.0	563.1	578.6
Domestic Credit	784.2	757.3	711.2	798.1	790.2	803.6	862.9	876.1	893.5	903.9	871.4	915.5	913.3
Government (Net)	365.0	339.8	311.9	383.7	383.2	385.4	445.1	443.4	473.0	495.9	450.0	488.1	496.0
Private Sector	409.8	408.3	398.5	405.4	396.4	405.7	404.9	419.4	403.1	391.9	411.6	419.4	411.9
Other Pub. Sector	9.4	9.2	8.2	9.0	10.6	12.5	12.9	13.4	17.4	16.1	9.7	8.0	5.4
Other Items (Net)	-239.6	-215.8	-195.5	-253.1	-205.1	-198.5	-263.2	-252.7	-254.2	-255.4	-288.4	-352.4	-334.7
Annual M2 growth	20.8	15.2	11.9	18.0	17.2	17.4	18.0	19.1	23.1	22.2	14.2	16.4	19.1
Monthly M2 growth	-0.4	3.1	-6.1	3.1	0.5	2.0	3.8	7.8	2.3	0.8	-3.9	3.0	1.8
Reserve Money	221.8	240.6	189.9	202.6	214.8	205.0	223.6	263.4	283.2	269.3	255.0	261.5	260.9
Money Multiplier	3.9	3.7	4.4	4.3	4.1	4.3	4.1	3.8	3.6	3.8	3.9	3.9	4.0

Source: Reserve Bank of Malawi

Consequent to the foregoing, the share of both M1 and QM in the annual growth rate of M2 increased in the month under review. The contribution of M1 increased to 11.8 percent from 11.4 percent in the preceding month while that of QM grew to 7.3 percent from 5.0 percent in October 2017.

3.2. Net Domestic Credit

The banking system total domestic credit declined by K2.2 billion to K913.3 billion in the reviewed month. The reduction in domestic credit was explained by a K7.5 billion drop in private sector credit to K411.9 billion. However, the contractionary effect on domestic credit was partly offset by a K5.3 billion increase in public sector credit to K501.4 billion from K496.1 in the previous month.

i. Credit to the Public Sector

The banking system's claims on the public sector rose by K5.3 billion to K501.4 billion as at end November, 2017. Net credit to the central government increased by K7.9 billion to K496.0 billion while credit to statutory bodies declined by K2.6 billion to K5.4 billion in the reviewed month.

Net credit to government from the monetary authorities rose by K11.9 billion to K370.7 billion in the month compared to that of K35.7 billion in October 2017. The increase was reflected in a rise in the RBM's holding of Treasury notes to the tune of K14.1 billion and a reduction in government deposits with monetary authorities of K25.1 billion. Meanwhile, Ways and Means advances decreased by K8.9 billion to K53.2 billion as at end November 2017 and government repaid all of its outstanding promissory notes amounting to K18.6 billion.

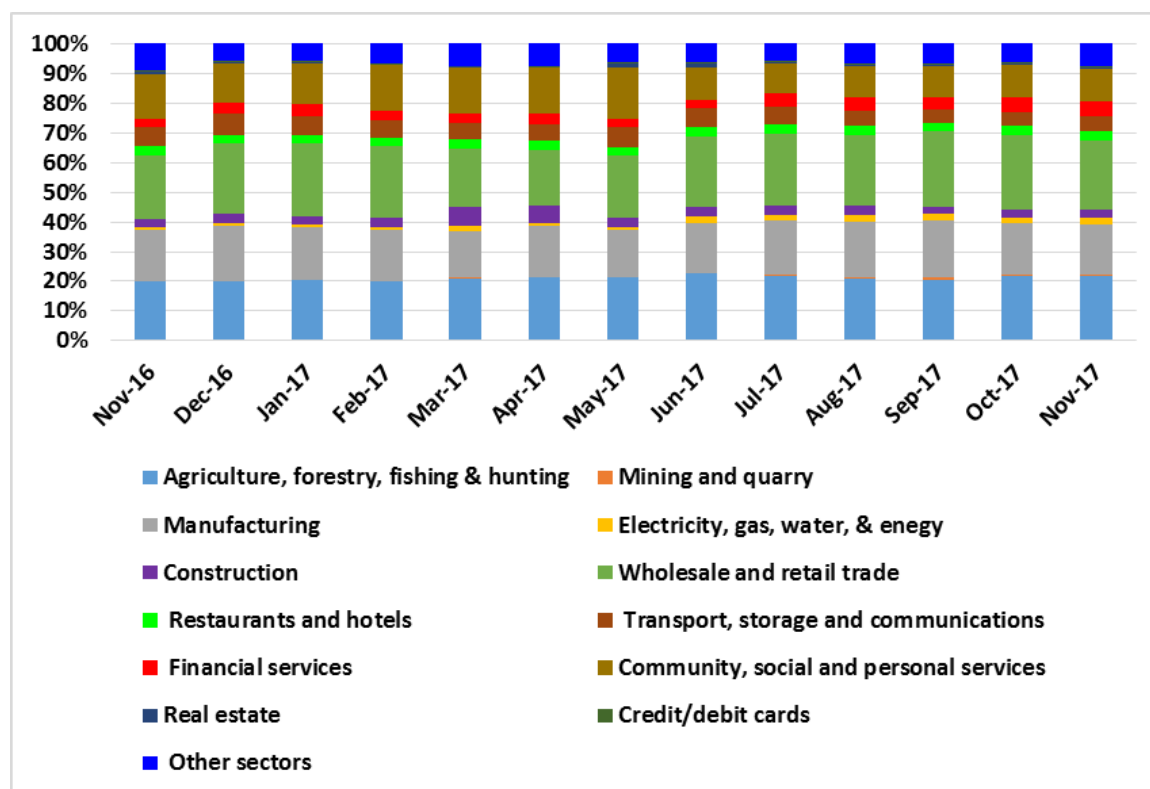
In contrast, net credit to government from commercial banks decreased by K4.0 billion to K125.2 billion, on account of a K3.9 billion increase in government deposits with commercial banks. Meanwhile, commercial banks reduced their holding of Treasury notes by K1.0 billion to K71.7 billion while their lending to government through Treasury bills increased by K823.5 million to K112.0 billion.

Credit to the Private Sector

The private sector reduced its credit liabilities with the banking system by K7.5 billion to K411.9 billion in November 2017 following an uptake of K7.8 billion in the preceding month. In terms of loan categories, commercial and industrial loans and mortgages declined by K16.1 billion and K1.5 billion to K157.1 billion and K36.5 billion, respectively. Meanwhile, individual household loans and foreign exchange denominated loans grew by K9.8 billion and K1.5 billion to K132.7 billion and K116.6 billion, respectively.

In terms of economic sectors, the downturn in the commercial banks' credit to the private sector, mainly emanated from decreases to the wholesale and retail trade (K9.6 billion) and manufacturing (K2.9 billion). Nevertheless, the wholesale and retail trade sector continued to account for a large proportion of the outstanding loan stock at 25.0 percent, followed by the agriculture and manufacturing sectors at 23.7 percent and 18.4 percent of the total private sector credit, respectively.

Chart 1: Sectoral Developments in Private Sector Credit



Source: Reserve Bank of Malawi

4.0 CENTRAL GOVERNMENT BUDGETARY OPERATIONS

Central government budgetary operations worsened to a deficit of K40.3 billion at end November 2017 from a deficit of K20.3 billion recorded in the previous month and a deficit of K2.3 billion recorded in November 2016. Total expenditures in the reviewed month amounted to K120.4 billion against total revenue collections of K80.1 billion. At K40.3 billion, the deficit represented 0.9 percent of gross domestic product (GDP) compared to 0.4 percent reported for the preceding month.

4.1 Revenues¹

Total government revenues declined by 1.9 percent to K80.1 billion during the month under review, from an increase of 1.5 percent to K81.6 billion mobilised in October 2017. In a similar period last year, total revenue collections increased by 6.7 percent to K75.0 billion. The decline in total revenues during the reviewed month was on account of an 11.8 percent drop in domestic revenue to K69.4 billion. On the other hand, foreign receipts increased by K7.8 billion to K10.7 billion

¹ Revenue figures may slightly differ with those reported by the Malawi Revenue Authority as RBM records are based on the transfer date.

(US\$14.6 million). The decline in domestic revenues was due to a slow-down in tax revenues as non-tax revenues registered an increase. Malawi Revenue Authority (MRA) tax collections dropped by K10.8 billion to K65.0 billion while non-tax revenues increased by K1.6 billion to K4.4 billion.

Table 2: Central Government Budgetary Operations (in billions of Malawi Kwacha)

	2016		2017										
	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov
Total Revenues	75.1	82.8	92.5	55.4	72.2	92.0	70.5	82.5	83.9	80.4	80.4	81.6	80.1
Domestic Revenues	72.0	77.4	75.4	53.2	67.4	88.9	63.3	65.5	81.6	71.8	73.6	78.7	69.4
Tax Revenue	68.0	60.6	72.5	48.1	63.9	70.5	60.5	61.3	78.9	68.3	71.3	75.8	65.0
Non Tax revenue	4.0	16.8	2.9	5.1	3.5	18.4	2.8	4.2	2.7	3.5	2.3	2.9	4.4
Departmental	1.9	4.6	1.6	1.8	3.1	2.0	2.5	3.8	2.2	3.0	1.6	2.3	4.1
Receipts													
Other Receipts	2.1	12.2	1.3	3.3	0.4	16.4	0.4	0.4	0.5	0.5	0.7	0.6	0.3
Grants	3.0	5.4	17.1	2.2	4.7	3.1	7.2	17.1	2.3	8.6	6.8	2.9	10.7
Expenditures	77.4	75.9	79.0	87.1	93.0	71.6	91.0	83.9	112.2	99.1	106.9	101.9	120.4
Recurrent Expenditure	60.9	65.0	71.5	79.9	77.2	60.8	78.8	70.5	95.9	83.5	93.5	81.6	107.3
Interest Payments	14.0	3.9	23.6	6.5	16.1	16.0	20.9	15.3	5.5	24.1	14.9	19.1	13.0
Domestic	13.3	3.7	22.8	5.5	15.9	13.0	20.2	14.0	5.4	23.4	14.6	16.0	12.3
Foreign	0.7	0.2	0.8	1.0	0.2	3.0	0.7	1.3	0.1	0.7	0.3	3.1	0.7
Development	16.5	10.9	7.5	7.2	15.8	10.9	12.2	13.4	16.3	15.6	13.4	20.4	13.1
Deficit/Surplus	-2.3	6.9	13.6	-31.8	-20.8	20.4	-20.5	-1.3	-28.3	-18.6	-26.5	-20.3	-40.3
Financing (net)	22.3	-22.1	-27.0	67.1	-9.7	-15.8	52.9	-9.2	30.0	24.6	-38.9	29.7	38.1
Foreign	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Domestic	22.3	-25.6	-30.9	71.3	-8.8	-15.8	52.9	-9.2	30.0	24.6	-38.9	29.7	38.1
Banking System	38.8	-27.5	-33.0	79.1	-0.5	2.2	59.7	1.2	29.6	22.9	-45.9	38.1	30.2
Non-Bank Sector	-16.5	1.9	2.1	-7.8	-8.3	-18.0	-6.9	-10.4	0.4	1.7	7.0	-8.4	7.9
Errors and Omissions	20.0	-15.2	-13.4	35.3	-30.5	4.6	32.4	-10.5	1.7	6.0	-65.3	9.4	2.3

Source: Reserve Bank of Malawi

4.2 Expenditures

Total government expenditures for the month under review increased to K120.4 billion from K101.9 billion incurred in the preceding month, compared to K77.4 billion incurred in November 2016. The month-on-month growth was due to an increase in recurrent expenditures which more than offset a fall in development expenditures. Specifically, recurrent expenditure rose by 31.6 percent to K107.3 billion while development expenditures decreased by 35.8 percent to K13.1 billion. Notable expenditure increases were recorded in the following categories; other local transfers, statutory expenditures, and government salaries that amounted to K28.4 billion, K4.1 billion, and K2.9 billion, respectively.

5.0 MONEY AND SECURITIES MARKET**5.1. Open Market Operations**

Government operations resulted into a net injection of K45.5 billion during the reviewed month compared with a net withdrawal of K3.7 billion in November 2016. This was explained by net expenditure position of K37.8 billion and a net injection of K7.7 billion from net maturities of government domestic debt securities.

Net foreign exchange operations injected K5.1 billion while net Open Market Operations (OMO) injected K7.4 billion during the reviewed month, compared with a net withdrawal of K27.9 billion recorded in November 2016. Overall, K58.0 billion was injected in November 2017 compared with a net withdrawal of K44.2 billion recorded in November 2016.

Table 3: Market Operations in 2017 (in billions of Malawi Kwacha)

(K'bn) (Net operations supplying liquidity +)	June 2017	July 2017	Aug 2017	Sept 2017	Oct 2017	Nov 2017
Net Government Operations (+injection)	54.81	53.10	8.33	30.39	21.85	45.49
Net Government Position excluding grants	15.39	14.77	0.73	30.83	19.02	37.80
Revenue	65.48	93.71	71.80	73.61	78.72	69.41
MRA	61.30	78.89	68.31	71.29	75.85	64.98
Non-tax	4.18	14.83	3.49	2.32	2.87	4.43
Expenditure	80.87	108.49	72.53	104.43	97.74	107.21
Net Government Domestic Borrowing	39.42	38.33	7.60	-0.44	2.83	7.69
TB/TN/PN issues	30.04	27.94	23.10	41.37	28.94	11.63
TB/TN/PN maturity	69.46	66.27	30.69	40.93	31.77	19.32
Net Forex Operations	12.85	16.75	-29.40	-6.27	-1.57	5.08
Sales	47.60	25.10	37.60	29.40	24.73	37.33
Purchases	60.45	41.85	8.20	23.13	23.16	42.41
Net OMO	-21.04	-48.28	2.59	24.59	9.29	7.42
Injections	173.57	255.70	383.15	367.85	473.68	299.15
RBM bill maturities	0.00	0.00	0.00	0.00	0.00	0.00
Maturity of 3-YR RBM bond	0.00	0.00	0.00	0.00	0.00	0.00
Purchase of securities	0.00	0.00	0.00	0.00	0.00	0.00
Maturity of OMO T-bills	0.48	0.00	0.00	0.00	0.00	0.00
Maturing Deposits on Deposit Facility	0.00	0.00	0.00	0.00	0.00	0.00
Access on the Lombard Facility	97.11	177.79	25.52	78.79	407.28	241.46
Repo maturities	75.98	77.91	357.63	289.05	66.40	57.69
Withdrawals	194.61	303.98	380.56	343.26	464.39	291.73
RBM bill issues	0.00	0.00	0.00	0.00	0.00	0.00
Issue of Monetary Policy TBs	0.00	0.00	0.00	0.00	0.00	0.00
Issue of RBM bond	0.00	0.00	0.00	0.00	0.00	0.00
Deposits on Deposit Facility	0.00	0.00	0.00	0.00	0.00	0.00
Sale of securities	0.00	0.00	18.88	2.55	2.55	0.00
Maturing Access on the Lombard Facility	86.77	193.74	28.08	51.65	430.12	234.90
Repos	107.84	110.24	333.61	289.05	31.72	56.83
Net Operations	46.62	21.58	-18.48	48.72	29.57	57.99
Reserve Money Estimate:	262.97	281.31	269.65	255.61	261.34	260.89
Currency in Circulation	195.03	194.99	190.31	185.47	183.89	184.99
Bankers Deposits	67.95	86.32	79.33	70.15	77.46	75.90

5.2. Government Securities Market

Treasury bill auctions attracted a sum of K21.2 billion in November 2017, representing a drop of 32.0 percent from the previous month's subscriptions. The 364 day tenor attracted 47.0 percent of total subscriptions while the 91 and 182 day tenor attracted 30.0 percent and 23.0 percent of the tendered funds, respectively.

A total of K13.0 billion from primary market issuances was allotted across all tenors. The 364 day tenor accounted for 67.0 percent of total allotment while the 91 day and 182 day tenors were allotted 21.0 percent and 12.0 percent, respectively. The allotment was targeted to finance maturing

government securities. Total maturity during the reviewed month amounted to K8.1 billion, resulting into a net issuance of K4.3 billion. Consequently, the stock of Treasury bills rose to K300.8 billion from its opening position of K295.9 billion.

Table 4: Treasury Bills Issuance and Maturity

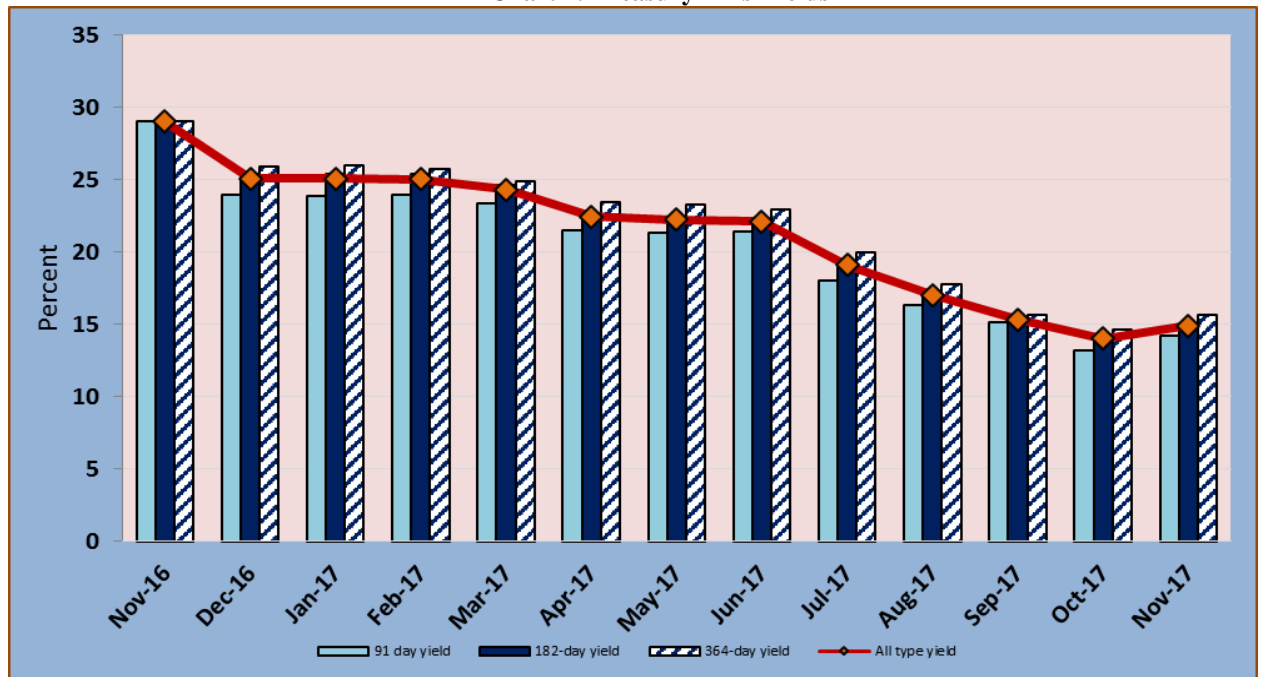
	Nov-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17	May-17	Jun-17	July-17	Aug-17	Sept-17	Oct-17	Nov-17
Total Subscription	40.20	43.92	62.98	57.97	90.58	31.29	35.36	36.26	33.00	72.64	36.12	31.31	21.24
Issues	19.60	22.91	50.84	68.39	63.56	27.52	17.63	36.21	32.88	18.09	16.25	12.14	12.98
- Normal	19.60	22.91	50.84	34.08	63.56	27.52	17.63	36.21	32.88	18.09	16.25	12.14	12.98
- TB from Conversion	0.00	0.00	0.00	34.30	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Maturities	36.94	38.08	42.32	61.70	63.01	31.09	23.04	32.22	20.89	19.68	15.74	17.97	8.10
- Normal	19.40	23.60	42.32	29.97	46.38	19.34	14.78	16.09	20.89	19.68	15.74	17.97	8.10
- TB from Conversion	17.54	14.48	0.00	31.73	16.63	11.75	8.27	16.13	0.00	0.00	0.00	0.00	0.00
Net Issues (+)/maturities(-)	-17.34	-15.17	8.52	6.68	0.55	-3.57	-5.41	3.99	11.99	-1.59	0.52	-5.83	4.33
T-Bill stock at Face Value	290.43	275.26	288.56	295.24	295.79	292.21	286.80	290.80	302.79	301.20	301.72	295.33	300.77
Memorandum Items													
Conversions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
T-Bill stock at Cost Value	242.61	228.32	233.58	238.58	240.09	237.05	232.46	235.40	245.51	244.80	245.43	241.51	245.63

Source: Reserve Bank of Malawi

5.3. Treasury Bills Yields

The All-type yield rose to 14.90 percent in the reviewed month from an average of 14.02 percent in the previous month. The 91, 182 and 364 day tenor yields settled at 14.20 percent, 14.87 percent and 15.63 percent, respectively. This represented an increase of 1.03, 0.61 and 0.99 percentage points for the 91,182 and 364 day tenors, respectively.

Chart 2. Treasury Bills Yields



Source Reserve Bank of Malawi

5.4. Treasury Notes Market

The stock of Treasury notes closed the month at K892.8 billion from its opening position of K843.8 billion. The net increase of K49.0 billion in the stock is on account of an issuance of K50.0 billion 5 year Treasury note through conversion of Ways and Means advances and a maturity of K1.0 billion of a 5 year Treasury Note. The Reserve Bank held 83.0 percent of the stock while the market held the remaining 17 percent.

5.5. Inter-bank Money Market

Banking system liquidity increased in November 2017 as un-borrowed excess reserves rose to an average of negative K4.3 billion per day from negative K14.5 billion per day recorded during the preceding month.

Traded volume on the interbank market increased to K8.1 billion per day in the reviewed month from K7.4 billion recorded during the previous month. On the other hand, access on the Lombard Facility dropped to K11.0 billion per day from K19.4 billion per day recorded in October 2017. In tandem with the liquidity levels during the reviewed month, the interbank market rate (IBR) dropped by 96 basis points to 16.02 percent.

Table 5: Banking System Liquidity

(K'bn)	Apr 2017	May 2017	June 2017	July 2017	Aug 2017	Sep 2017	Oct 2017	Nov 2017
Daily Average Total Reserves	59.72	59.84	62.26	71.07	75.41	74.41	73.08	75.99
Daily Average Required Reserves	57.18	57.39	58.52	65.72	68.18	70.61	69.10	69.23
Daily Average Excess Reserves	3.32	3.32	4.62	6.48	7.23	3.80	3.98	6.71
Daily Average Un-borrowed Excess Reserves	-1.64	-5.10	0.21	-1.99	6.12	-1.14	-14.53	-4.29
Daily Average Inter-bank Market Trading	5.01	5.08	5.68	11.40	3.64	4.68	7.42	8.14
Daily Average Lombard Facility Access	4.96	8.81	4.41	8.89	1.11	3.94	19.39	10.99
Inter-bank Market Rate (End Period, Percentage)	21.40	21.50	21.92	18.00	17.28	16.11	16.98	16.02

Source: Reserve Bank of Malawi

5.6 Interest Rates

The Policy rate was maintained at 18.00 percent. However, commercial banks' average base lending rate and average savings rate registered movements following the acquisition of Opportunity Bank of Malawi by FMB bank. The average base lending rate decreased slightly to 27.20 percent from 27.55 percent registered in the previous month while average savings rate increased to 5.94 percent from 5.85 percent in the previous month.

Table 6: Interest Rate Structure

	2016		2017										
	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov
Policy Rate	24.00	24.00	24.00	24.00	22.00	22.00	22.00	22.00	18.00	18.00	18.00	18.00	18.00
Base Rate	36.29	33.60	33.60	33.60	33.60	31.64	31.64	31.64	28.18	27.95	27.55	27.55	27.20
3-mon Fixed Rate	11.59	9.76	9.76	9.95	9.95	9.68	9.68	9.68	7.78	8.44	8.44	8.44	8.50
Savings Rate	8.25	6.79	6.79	6.79	6.79	6.90	6.90	6.90	5.55	5.75	5.85	5.85	5.94
Interbank Rate													
Minimum	24.98	24.24	21.86	22.52	21.61	21.07	21.07	21.25	17.79	15.00	15.93	16.25	14.38
Maximum	28.00	25.28	25.28	23.29	22.27	21.59	21.59	21.92	21.92	17.77	17.14	17.37	17.27
All Type Treasury bill Yield ¹	28.16	25.10	25.47	25.00	24.14	22.41	22.41	22.09	19.09	17.01	15.41	14.03	15.11
91 Days	29.00	23.95	24.90	23.99	23.23	21.40	21.40	21.42	18.03	16.31	15.25	13.13	14.52
182 Days	28.99	25.37	25.51	25.41	24.45	22.48	22.48	21.94	19.25	16.92	15.27	14.32	14.96
364 Days	26.50	25.99	26.00	25.59	24.73	23.35	23.35	22.92	20.00	17.80	15.71	14.66	15.85
Mortgage (min)	34.50	32.50	32.50	32.50	32.50	31.00	31.00	31.00	27.50	27.50	25.00	25.00	25.00

Source: Reserve Bank of Malawi

¹ Monthly Weighted average yield

6.0 CAPITAL MARKETS

6.1. Stock and Debt Markets

6.1.1. Primary Market

There was no listing on the stock market and therefore the primary market remained inactive.

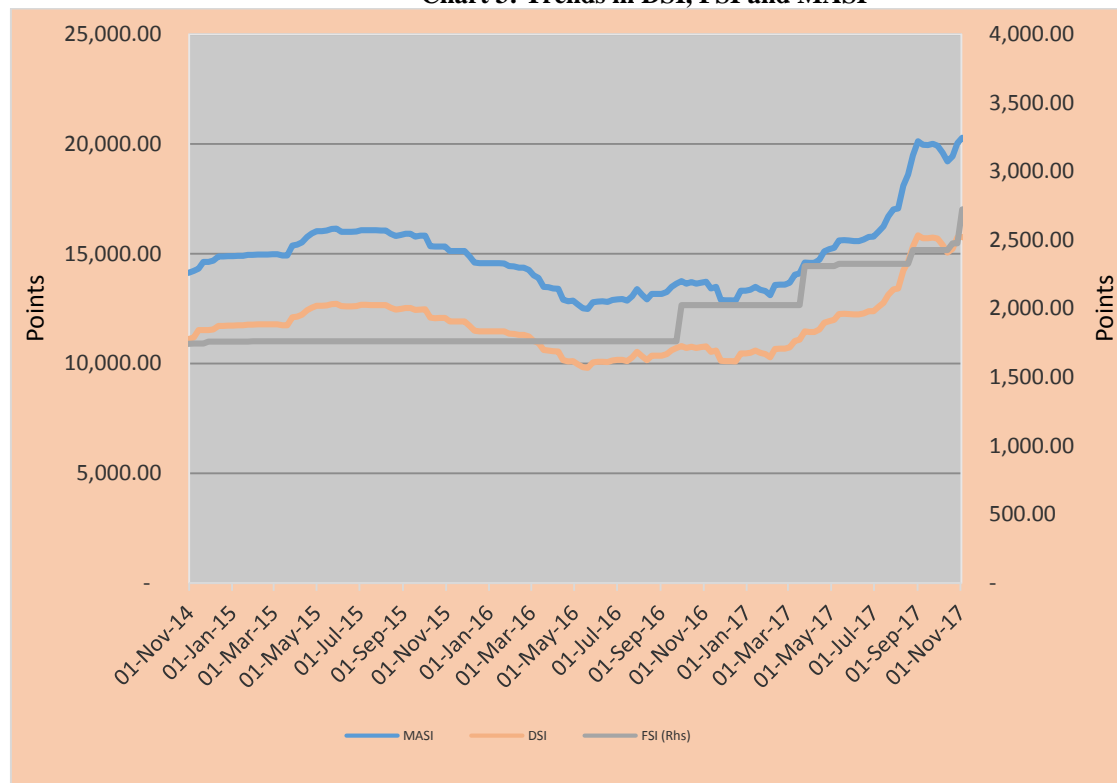
6.1.2. Secondary Market

The stock market recorded a decline in both the value and volume of shares traded in November 2017. A total of 14.4 million shares earning K763.6 million were traded compared to 60.4 million shares which earned K2.1 billion in the preceding month. This represented a decline of 76.2 percent in share volume and 63.8 percent in turnover. The decline in share volume emanated from a drop in offered shares on TNM counter as only 9.0 million shares were traded in the reviewed month compared to 19.7 million shares traded in October 2017. TNM shares were on high demand following a positive projection of the company's financial performance for 2017. Furthermore, NICO counter only traded 0.6 million shares against 20.7 million shares traded in the previous month as investors took a wait-and-see approach for cautionary statement from the company. In the corresponding month of the previous year, a total of 38.3 million shares was traded for a total consideration of K1.4 billion.

Notwithstanding the above developments, the Malawi All Share Index (MASI) gained 1,073.4 points and closed at 21,122.4 points from 20,049.1 points recorded in October 2017. This culminated into a significant monthly return on index of 58.6 percent. The increase in MASI was a result of increases in both the Domestic Share Index (DSI) and the Foreign Share Index (FSI). The DSI closed higher at 15,850.2 points from 15,760.9 points. Similarly, the FSI closed higher at 3,516.5 points from 2,474.9 points in the previous month. The increase in DSI emanated from share price gains registered on four domestic counters namely; Sunbird Tourism Limited (SUNBIRD), FMB Bank plc (FMB), Standard Bank Malawi plc (STANDARD) and National Bank of Malawi plc (NBM).

The DFI increased on account of a share price gain on FMB Capital Holdings plc (FMBCH) which offset price losses registered on Telekom Networks Malawi plc (TNM), NBS Bank plc (NBS) and National Investment Trust plc (NITL).

Chart 3: Trends in DSI, FSI and MASI



Source Reserve Bank of Malawi

Total market capitalisation closed higher at K10.54 trillion from K10.49 trillion recorded in the previous month. The increase in market capitalisation was on account of the share price gains on four domestic counters and one foreign counter. Domestic market capitalisation increased by K5.0 billion to close off at K880.5 billion.

In dollar terms, total market capitalisation increased to US\$14.5 billion during the month under review from US\$14.5 billion in October 2017. The increase was on account of increased market capitalisation as the Kwacha remained stable against the United States dollar.

7.0 PRODUCTION AND PRICES

7.1. Domestic Production

7.1.1. Tea Auction Sales

Tea production amounted to 2.1 million kilograms in November 2017, higher than 0.7 million kilograms produced in November 2016. Tea sales through the Limbe auction market amounted to

0.3 million kilograms in the reviewed month compared to 0.1 million kilograms auctioned in a November 2016.

Tea prices averaged US\$1.94 per kilogram during the month under review, higher than US\$1.44 per kilogram fetched in a corresponding month in 2016. Total realisation from the tea sales stood at US\$0.5 million during the reviewed month, higher than US\$0.1 million realised in November 2016. This was due to higher sales volumes coupled with relatively higher prices in the month under review.

7.1.2. Sugar

Sugar production amounted to 19.0 million kilograms in November 2017 compared to 18.4 million kilograms produced in November 2016. Domestic sales amounted to 10.6 million kilograms valued at K7.0 billion. Meanwhile, 5.3 million kilograms of sugar was exported during the reviewed month.

7.2. Domestic Prices

Headline inflation decelerated to 7.7 percent in November 2017 from 8.3 percent in October 2017 and compared to 19.9 percent in November 2016. This outturn was largely attributed to non-food inflation which eased by 0.7 percentage points to 11.0 percent. Similarly, food inflation slowed down, albeit marginally by 0.1 percentage points to 4.7 percent. Urban and rural inflation rates registered decelerations of 0.7 percentage points and 0.5 percentage points and stood at 7.4 percent and 8.2 percent, respectively. On a month-on-month basis, inflation increased by 4.3 percent, largely attributed to a 7.3 percent increase in month-on-month food inflation as well as a 1.4 percent rise in month-on-month non-food inflation.

Food inflation decelerated, albeit marginally by 0.1 percentage points to 4.7 percent and was also considerably lower than 24.8 percent recorded during a comparable month in 2016. The slowdown was attributed to the bumper harvest during the year. The deceleration in food inflation was observed in rural areas, which registered a decrease of 0.2 percentage points to 5.0 percent. Urban food inflation, on the other hand, registered an increase of 0.5 percentage points to 3.7 percent during the reviewed month.

Non-food inflation registered a drop of 0.7 percentage points to 11.0 percent in November 2017, from 11.7 percent in October 2017. The slowdown was generally attributed to the stability of the kwacha against the United States dollar as well as subdued pressure in domestic fuel prices. With

regard to the items in the basket , the outcome largely emanated from decelerations of 2.3 percentage points in clothing and footwear, 2.0 percentage points in recreation and culture, 1.1 percentage points in housing and utilities, 0.9 percentage points in furnishing and households, 0.8 percentage points in transportation, 0.7 percentage points in health, 0.4 percentage points in miscellaneous, 0.3 percentage points in alcohol and tobacco, and 0.1 percentage points in restaurant and hotels.

On a month-on-month basis, the consumer price index increased by 4.3 percent compared to 1.5 percent in October 2017. The outcome was attributed to a 7.3 percent rise in month-on-month food inflation, mainly on account of seasonal factors. Similarly, month-on-month non-food inflation rose to 1.4 percent during the reviewed month from 0.6 percent in the preceding month, largely on account of spill over effects of an upward adjustment in water tariffs which was effected in August 2017.

Table 7: Selected Economic Indicators (in billions of Malawi kwacha unless otherwise stated)

	2011	2012	2013	2014	2015	2016	2016 Nov	2017 Nov
Real Sector								
Population (million)	14.4	14.8	15.3	15.8	16.3	16.8	16.8	17.4
GDP at current market prices	1,150.9	1,425.2	1,924.1	2,534.5	3,212.7	3,814.2	3,814.2	4,676.2
Real GDP growth (percent)	3.4	2.1	6.3	6.2	3.3	2.7	2.7	6.4
GDP per capita (K'000)	85.3	102.5	133.6	160.4	197.1	227.0	226.5	269.8
GDP per capita (US\$)	544.6	411.6	361.9	378.0	394.5	318.1	301.9	337.3
Consumer Price Index (CPI) ²	81.1	403.4	127.3	157.6	192.0	233.7	249.7	269.0
Average annual inflation rate (percent)	8.8	21.3	27.3	23.8	21.9	21.7	19.9	7.7
Fiscal Sector								
Total Revenue	267.6	363.3	476.4	535.9	661.3	810.0	75.1	80.1
Domestic Revenues	229.4	265.2	373.0	483.0	614.2	742.0	72.0	69.4
Grants	38.2	97.9	103.4	52.9	47.1	67.0	3.0	10.7
Total expenditure	300.2	388.6	539.3	593.1	762.7	964.3	77.4	120.4
Recurrent	240.0	349.8	459.9	534.4	667.2	832.5	60.9	107.3
Development	60.2	72.1	79.4	58.7	95.5	131.8	16.5	13.1
Deficit/GDP ratio (after grants)	-7.5	-6.5	-3.4	-2.6	-3.2	-4.0	-0.1	-0.9
Monetary Sector								
Net Foreign Assets	2.6	31.9	134.2	241.6	339.5	355.8	325.3	457.4
Net Domestic Credit	335.3	369.6	452.4	458.2	604.4	757.3	784.2	913.3
Government	140.7	140.6	184.1	153.4	209.0	339.8	365.0	496.0
Statutory bodies	20.0	19.4	17.8	4.3	5.1	9.2	9.4	5.4
Private (gross)	174.5	220.1	250.4	300.5	390.3	408.3	409.8	411.9
Money Supply (M2)	314.3	386.5	522.0	629.8	778.8	897.3	869.9	1,035.9
M2 Growth Rate (annual percent)	35.7	22.9	35.1	20.7	23.7	15.2	20.8	19.1
Reserve Money	73.2	113.2	156.9	212.3	206.0	240.6	221.8	260.9
Banks Deposits	19.7	42.2	61.6	92.4	66.0	56.2	57.2	75.9
External Sector								
Overall Balance	-17.0	6.3	68.6	79.2	-45.1	46.3	..	..
Current Account	-119.7	-208.9	-449.1	-487.4	-393.0	-664.3	..	..
Exports (fob)	194.4	313.8	472.0	649.2	531.6	..	..	..
Imports (fob)	315.5	584.5	1002.5	1165.9	1134.6	..	..	..
Trade balance	-121.1	-270.7	-530.5	-516.7	-603.0	..	..	..
Capital account balance	71.5	89.6	222.7	194.1	114.0	108.4	..	..
Gross foreign exchange reserves	48.2	139.1	278.4	389.6	549.2	586.7	569.1	730.7
Official	31.1	72.2	173.0	276.6	445.3	438.6	414.1	545.6
Commercial banks	17.1	66.9	105.4	113.0	103.9	148.1	155.1	185.1
Import cover (Official reserves in months)	1.5	1.1	2.1	3.1	3.2	2.9	2.7	3.6
Current account balance/GDP (percent)	-12.7	-14.6	-23.9	-18.1	-10.3	-17.1	..	..
Debt/GDP (percent)	15.9	28.9	34.1	33.6	33.0	35.0	..	..
Debt Service/Exports (percent)	1.1	1.2	2.5	3.4	..	..	..	..
MK/US Dollar (eop)	163.752	335.127	435.229	435.229	664.365	725.01	730.46	732.25
MK/US Dollar (pd avg)	156.529	330.457	369.181	369.181	499.607	713.85	726.65	730.67

Source: Reserve Bank of Malawi

² 2000=100 for the years 2007-2009 and 2012; 2010= 100 for the years 2010, 2011 and 2013.

Table 8: Year on year Inflation (2012=100)

	All items	Food & Non-alcoholic	Non-food inflation
2014	23.8	21.2	26.8
2015	21.9	23.9	20.0
2016	21.7	26.6	17.1
2014			
Jan	25.9	24.1	27.7
Feb	24.6	20.4	29.3
Mar	24.0	19.6	28.3
Apr	23.9	19.5	28.5
May	22.6	19.4	26.4
June	22.5	19.9	25.7
July	22.3	20.3	24.9
Aug	24.5	24.0	25.8
Sept	23.7	22.7	25.4
Oct	23.3	21.5	25.6
Nov	23.7	21.3	26.7
Dec	24.2	22.1	27.2
2015			
Jan	21.2	21.5	20.8
Feb	19.7	19.0	20.4
Mar	18.2	17.0	19.3
Apr	18.8	18.1	19.5
May	19.5	21.4	17.8
June	21.3	24.2	18.8
July	22.2	25.3	19.6
Aug	23.0	26.8	19.9
Sept	24.1	27.3	21.3
Oct	24.7	28.3	21.4
Nov	24.6	28.9	20.6
Dec	24.9	29.2	20.7
2016			
Jan	23.5	28.4	18.5
Feb	23.4	28.6	17.9
Mar	22.1	26.5	17.8
Apr	20.9	24.3	17.7
May	21.5	25.7	17.6
June	22.6	27.7	18.2
July	23.5	29.2	18.7
Aug	22.8	28.7	17.8
Sept	21.2	27.0	15.9
Oct	20.1	25.4	15.2
Nov	19.9	24.8	15.2
Dec	20.0	24.4	15.4
2017			
Jan	18.2	21.1	15.0
Feb	16.1	17.5	14.6
Mar	15.8	17.0	14.5
Apr	14.6	14.7	14.5
May	12.3	11.2	13.5
Jun	11.3	9.3	13.2
Jul	10.2	7.4	12.7
Aug	9.3	6.2	12.2
Sept	8.4	5.1	11.6
Oct	8.3	4.8	11.7
Nov	7.7	4.7	11.0

Source: National Statistical Office

Table 9: National Composite Price Indices (2010=100)

	All items	Food & Non-alcoholic	Alcoholic drinks & Tobacco	Clothing & Footwear	Housing, water & electricity	Furnishing & Household	Health	Transportation	Communication	Recreation & Culture	Education	Restaurants & Hotels	Miscellaneous
Weight	100	50.2	2.4	5.9	12.6	3.0	1.3	11.7	3.6	1.2	3.0	1.3	3.9
2014	157.6	149.4	142.0	149.0	187.2	167.9	139.4	151.2	170.7	193.5	132.0	231.7	132.3
2015	192.0	185.1	156.7	174.4	241.9	192.1	159.6	176.1	183.9	223.4	169.1	262.0	158.2
2016	233.7	234.4	181.3	199.1	294.1	225.7	184.4	201.2	195.9	268.8	205.6	297.6	176.0
2014													
Jan	153.1	152.0	134.3	135.0	171.7	152.7	129.9	141.7	163.3	180.4	129.6	212.2	121.6
Feb	161.6	163.9	137.9	137.2	181.6	163.3	134.4	143.9	163.3	185.7	129.6	219.7	122.2
Mar	161.2	160.7	139.6	138.2	185.6	165.1	135.5	147.8	163.3	189.5	129.6	220.8	124.6
Apr	157.7	152.9	140.3	139.9	186.4	166.4	137.2	150.0	163.4	187.8	129.6	220.3	125.9
May	155.7	145.9	140.4	150.5	189.8	166.7	137.9	150.7	168.1	192.2	129.6	232.8	130.8
June	149.9	135.2	140.4	151.8	183.7	167.3	137.9	151.0	173.1	192.8	129.6	232.8	129.2
July	146.6	129.6	140.4	151.8	180.2	167.8	138.5	150.9	172.9	192.8	129.6	233.4	130.4
Aug	148.3	131.1	141.2	152.5	183.8	169.0	140.8	151.8	175.4	193.5	129.6	236.7	131.4
Sept	155.9	143.7	142.6	153.7	187.7	170.4	142.6	152.3	176.3	195.0	134.2	240.6	137.4
Oct	159.2	148.5	143.2	155.7	191.2	171.2	143.2	153.6	176.3	197.1	135.1	242.5	139.9
Nov	167.1	159.4	149.8	159.6	198.3	176.3	146.2	159.0	176.8	203.4	137.3	243.3	144.8
Dec	174.5	170.1	154.3	162.5	205.8	178.2	149.2	161.3	176.8	211.7	141.0	244.9	149.1
2015													
Jan	185.6	184.7	154.7	168.1	225.8	181.3	153.0	160.7	176.8	216.3	143.2	247.9	153.1
Feb	193.5	195.0	155.0	168.3	233.3	184.3	156.9	169.6	180.0	217.7	153.8	255.6	154.9
Mar	190.5	188.1	155.5	169.9	233.8	185.1	157.5	172.6	180.8	217.6	154.5	257.7	155.4
Apr	187.4	180.6	156.1	170.3	235.8	186.7	158.3	174.1	182.2	217.7	156.4	259.0	154.5
May	186.1	177.1	156.9	170.3	237.1	187.4	158.3	175.8	182.2	220.3	157.7	260.0	155.1
June	181.7	168.0	155.8	171.7	237.6	187.7	158.3	175.9	182.2	220.5	157.2	261.2	156.4
July	179.1	162.4	155.9	173.6	237.8	188.5	158.5	176.2	182.2	221.1	157.2	261.7	156.4
Aug	182.4	166.3	156.3	177.2	242.2	190.4	159.3	177.7	186.5	224.4	157.2	262.0	158.3
Sept	193.5	183.0	157.0	178.4	245.6	193.9	160.6	177.9	186.8	225.6	198.1	265.5	159.9
Oct	198.5	190.5	157.6	180.4	247.3	203.2	163.5	179.5	189.0	228.9	198.1	267.6	162.8
Nov	208.2	205.5	159.5	181.6	257.7	204.7	165.5	183.6	189.1	232.7	198.1	271.2	164.4
Dec	217.9	219.7	160.0	183.6	268.8	211.4	165.6	189.4	189.2	238.0	198.1	275.1	166.6
2016													
Jan	229.2	237.3	160.6	186.7	280.8	212.7	167.5	191.8	189.2	242.0	198.5	279.1	168.8
Feb	238.6	250.8	166.8	190.4	288.2	216.8	171.9	195.5	196.1	258.0	198.5	284.3	169.7
Mar	232.5	237.8	170.4	191.7	288.5	218.9	172.6	196.6	196.6	258.2	198.5	285.2	171.5
Apr	226.6	224.6	172.5	193.1	289.6	222.0	176.3	200.1	196.5	258.5	198.5	287.5	173.3
May	226.0	222.5	174.0	195.2	290.3	224.0	178.4	200.6	196.5	260.3	198.5	289.7	174.3
June	222.9	214.6	181.1	197.0	290.8	226.5	180.5	202.3	196.6	268.2	198.5	294.0	174.6
Jul	221.1	209.8	184.2	200.2	291.8	227.9	184.6	202.5	196.6	271.4	198.5	295.9	175.7
Aug	223.9	214.1	188.4	201.4	292.7	229.4	190.3	203.4	196.6	271.8	198.3	307.7	177.6
Sept	234.4	232.3	190.7	202.4	293.4	230.1	191.4	203.8	196.6	275.1	219.7	309.5	178.8
Oct	238.3	238.9	192.6	206.7	294.5	231.1	195.3	204.4	196.6	275.9	219.7	310.8	181.4
Nov	249.7	256.5	194.4	211.6	306.9	233.8	198.7	206.2	196.6	282.0	219.8	311.8	182.3
Dec	261.4	273.4	199.7	213.2	322.1	235.4	205.6	207.6	196.6	304.4	219.8	315.5	183.6
2017													
Jan	270.7	287.3	200.4	217.3	332.7	237.7	211.9	208.1	198.0	308.8	220.5	317.6	187.0
Feb	277.1	294.8	201.2	219.1	348.0	239.9	212.4	208.5	198.0	315.0	220.5	319.4	188.9
Mar	269.3	278.3	201.6	220.1	348.2	240.6	217.4	209.4	198.0	321.0	220.5	320.1	190.0
Apr	259.7	257.6	201.6	221.1	348.4	243.2	219.5	210.2	205.3	321.2	222.0	320.3	191.0
May	253.9	247.4	202.9	222.8	341.9	243.8	220.9	210.8	205.3	321.4	222.0	330.8	192.3
Jun	248.1	234.4	209.0	225.4	342.2	246.3	229.7	212.0	205.3	322.7	222.0	332.5	193.0
Jul	243.6	225.4	210.9	226.6	340.3	249.8	230.3	212.3	205.3	323.7	222.0	333.1	192.8
Aug	244.8	227.4	211.2	227.4	340.3	250.5	230.5	213.8	205.3	324.0	222.0	333.9	193.3
Sept	254.2	244.3	216.9	228.3	340.4	251.0	231.0	214.2	210.1	324.0	230.6	334.0	193.2
Oct	258.0	250.4	217.2	228.6	344.5	251.9	231.7	214.4	210.1	325.8	230.6	338.0	193.7
Nov	269.0	268.5	218.5	229.2	355.8	252.6	234.3	214.5	210.1	327.4	230.6	338.8	193.9

Source: National Statistical Office

Table 10: Selected Exchange Rates

	US dollar		Euro		British pound		Japanese yen		SA rand		ZMK	
	Buy	Sell	Buy	Sell	Buy	Sell	Buy	Sell	Buy	Sell	Buy	Sell
2011	155.417	157.640	216.219	219.296	248.987	252.536	1.953	1.981	21.514	21.815	0.032	0.032
2012	246.618	251.600	317.152	323.559	391.387	399.284	3.089	3.151	29.791	30.393	0.048	0.049
2013	360.133	378.230	478.512	503.865	563.242	591.965	3.696	3.882	37.451	39.298	65.373	68.692
2014	410.481	438.335	545.097	582.070	675.176	719.855	3.876	4.139	37.971	40.671	66.820	71.319
2015	490.519	508.693	543.982	564.100	748.718	776.460	4.208	4.139	38.303	39.764	58.191	60.503
2016	704.898	722.806	779.096	798.800	954.603	979.848	6.498	6.663	48.104	49.321	68.466	70.199
2014												
Jan	420.442	447.881	569.909	607.103	693.099	738.332	4.093	4.360	37.506	39.954	75.483	80.410
Feb	408.866	435.463	560.556	597.020	682.317	726.701	4.003	4.264	38.206	40.691	70.434	75.015
Mar	396.087	424.308	544.817	583.636	659.444	706.430	3.852	4.126	37.367	40.029	63.171	67.623
Apr	385.815	412.561	532.888	569.829	649.211	694.216	3.759	4.020	36.544	39.077	60.907	65.129
May	385.120	410.911	523.840	558.921	643.805	686.920	3.784	4.037	36.974	39.450	55.815	59.552
Jun	385326	410.885	517.189	550.832	652.924	695.396	3.756	4.000	36.229	38.586	62.670	66.747
Jul	386.048	411.160	517.189	550.832	652.924	695.396	3.756	4.000	36.229	38.586	62.670	66.747
Aug	385.747	411.416	508.492	542.328	639.800	682.374	3.719	3.967	36.217	38.627	64.238	68.512
Sep	398.831	426.564	505.917	541.097	647.741	692.783	3.642	3.896	35.358	37.817	63.660	68.087
Oct	455.514	488.948	574.539	616.709	728.913	782.414	4.171	4.477	41.911	44.987	71.341	76.578
Nov	482.201	514.185	601.159	641.034	758.791	809.121	4.097	4.368	43.929	46.843	76.298	81.358
Dec	454.773	486.786	552.822	591.737	707.718	757.537	3.806	4.074	39.322	42.090	71.144	76.152
2015												
Jan	439.266	469.247	497.249	531.188	661.840	707.015	3.714	3.967	38.016	40.612	67.684	72.303
Feb	427.057	447.650	462.085	484.369	639.114	669.938	3.547	3.718	35.339	37.043	61.550	64.590
Mar	427.615	447.659	462.680	484.367	633.469	663.162	3.562	3.729	35.227	36.878	56.451	59.097
Apr	430.152	448.896	463.557	483.753	632.678	660.208	3.599	3.756	35.827	37.388	58.166	60.698
May	430.280	448.985	479.983	500.855	664.743	693.639	3.564	3.719	35.975	37.539	59.061	61.627
Jun	428.129	446.334	480.426	499.036	666.314	694.652	3.461	3.608	34.829	36.312	58.463	60.950
Jul	458.112	480.430	504.173	528.729	712.848	747.560	3.717	3.899	36.806	38.602	59.800	62.713
Aug	551.507	564.452	616.420	630.888	849.101	869.031	4.534	4.640	41.468	42.441	64.203	65.710
Sept	554.563	567.806	623.164	638.048	850.969	871.293	4.616	4.726	40.722	41.694	55.302	56.621
Oct	546.158	558.865	612.276	626.896	835.620	855.565	4.542	4.745	40.383	41.347	45.316	46.398
Nov	573.804	588.287	616.625	632.188	872.797	894.826	6.576	6.742	40.647	41.673	47.023	48.210
Dec	628.551	644.416	683.866	701.127	942.858	966.655	5.160	5.290	42.012	43.072	58.100	59.567
2016												
Jan	689.273	707.802	735.692	754.318	994.826	1020.01	5.842	5.990	42.216	43.284	62.063	63.634
Feb	733.310	751.496	814.174	834.368	1050.36	1076.41	6.379	6.537	46.563	47.718	64.740	66.346
Mar	676.070	694.295	766.535	787.199	954.023	993.090	6.156	6.321	46.244	47.491	69.387	71.256
April	676.069	694.295	766.534	787.199	954.023	993.090	6.322	6.239	46.244	47.490	71.256	70.321
May	691.907	708.911	781.808	801.144	1006.07	1030.95	6.346	6.504	45.074	46.189	68.885	70.589
June	702.361	718.710	788.202	806.547	996.913	1020.12	6.675	6.830	46.445	47.526	65.451	66.975
July	707.082	725.022	782.366	802.215	932.749	956.413	6.776	6.947	49.128	50.375	71.436	73.249
Aug	711.599	729.887	797.475	817.970	932.851	956.826	7.024	7.205	51.748	53.078	70.656	72.472
Sept	712.351	730.113	798.610	818.523	937.345	960.718	6.987	7.161	50.691	51.955	71.480	73.262
Oct	712.296	730.153	785.775	805.475	880.354	902.425	6.864	7.036	51.178	52.461	71.929	73.732
Nov	716.301	733.994	761.643	780.457	894.159	916.246	6.355	6.512	51.462	52.733	72.500	74.291
Dec	715.802	734.216	753.882	773.277	879.076	901.692	6.130	6.287	52.606	53.960	72.786	74.658
2017												
Jan	725.4263	733.7676	773.148	786.0787	908.281	921.0467	6.3112	6.4723	53.232	54.6379	72.3917	72.392
Feb	727.5507	734.1088	766.153	776.6298	899.648	914.2061	6.3855	6.5432	55.685	56.7389	75.4237	77.287
Mar	730.4553	733.5409	770.795	785.4901	899.134	910.3683	6.4025	6.5593	52.618	54.7542	74.3031	76.123
Apr	727.9241	733.7879	785.475	799.8573	931.334	950.6818	6.4594	6.6097	54.770	55.3697	76.4916	78.271
May	726.3399	734.1363	809.439	822.4890	927.763	942.5229	6.4665	6.6195	55.263	56.0864	77.5978	79.435
June	725.0088	732.0193	821.648	841.2921	937.907	958.2446	6.3984	6.5630	55.475	56.3497	77.8513	79.854
Jul	728.5534	732.5427	853.031	863.8501	947.279	968.0404	6.4782	6.6474	55.710	56.5157	80.6576	82.766
Aug	730.6206	733.5961	850.556	872.7486	936.025	951.9495	6.4797	6.6478	55.749	56.4610	78.5632	80.601
Sept	729.5337	733.7183	854.065	866.2215	967.268	987.7027	6.3596	6.5245	53.274	54.4250	73.9317	75.849
Oct	728.5009	733.5496	850.088	863.9010	953.606	971.9396	6.3397	6.5040	50.168	53.7386	73.4311	75.335
Nov	728.0260	733.3131	845.541	862.6286	954.842	971.9675	6.3491	6.5121	48.949	52.2226	71.6653	73.505

Source: Reserve Bank of Malawi

Table 11: Malawi All Share Indices (1999=100)

Period	INDICES			RETURN		SHARE TURNOVER		CAPITALISATION
	Domestic Share Index	Foreign Share Index	All share Index	Dividend Yield	Earnings per Share (Kwacha)	Volume of shares traded	Value MK' million/1000	Value of shares issued (million Kwacha)
2010	3,922.6	351.9	4,953.1	3.9	5.9	241,957,941	1,863,110,685.3	1,278,529.2
2011	4,238.4	535.4	5,369.4	2.7	5.6	1,590,006,071	7,062,658,723.3	2,681,021.5
2012	4,725.5	854.7	6,015.5	8.8	10.6	667,221,045	3,973,446,152.1	3,562,267.6
2013	9,850.2	1,709.3	12,531.0	3.1	43.0	4,409,237,082	13,331,021,444.1	7,179,933.3
2014	11,720.4	1,759.6	14,886.1	3.7	33.1	1,724,271,388	10,865,168,546.9	7,489,363.2
2015	11,462.9	1,762.1	14,562.5	4.0	28.4	2,355,317,369	48,592,086,538.8	7,522,117.1
2016	10,456.9	2,026.1	13,320.5	5.2	42.8	410,895,390	6,196,059,036.9	8,516,542.4
2014								
Jan	9,942.6	1,709.3	12,646.8	3.1	43.0	5,215,989	108,055,156.1	7,184,819.3
Feb	9,954.4	1,709.3	12,661.6	3.1	43.0	23,500,692	589,751,300.9	7,185,445.1
Mar	10,006.8	1,709.3	12,727.5	3.1	43.5	16,532,616	165,389,024.7	7,185,595.9
Apr	10,294.5	1,709.3	13,089.1	3.8	33.1	40,807,102	765,009,038.7	7,203,428.5
May	10,409.4	1,709.3	13,233.5	3.8	33.1	1,491,434,260	4,889,015,998.3	7,209,587.5
Jun	10,553.56	1,740.76	13,417.4	3.7	33.1	16,662,300	621,113,659.90	7,352,993.58
Jul	10,650.54	1,740.76	13,539.3	3.7	33.1	23,837,501	1,090,909,925.16	7,358,220.73
Aug	10,807.86	1,742.21	13,737.3	3.7	33.1	12,567,694	330,519,288.87	7,372,333.19
Sep	11,030.79	1,742.21	14,017.5	3.7	33.1	26,453,134	808,587,649.35	7,384,349.28
Oct	11,118.15	1,742.21	14,127.4	3.7	33.1	26,922,683	427,726,078.27	7,389,058.02
Nov	11,514.25	1,759.61	14,626.9	3.7	33.1	12,014,553	397,617,507.64	7,478,250.11
Dec	11,720.43	1,759.61	14,886.12	3.7	33.1	17,456,545	630,812,172.61	7,489,363.22
2015								
Jan	11,765.26	1,762.13	14,942.70	3.7	33.1	13,253,003	306,518,657.27	7,510,896.21
Feb	11,787.78	1,762.13	14,971.01	3.7	33.1	7,495,950	139,872,357.88	7,512,105.86
Mar	12,100.77	1,762.13	15,364.50	3.7	33.3	19,690,879	229,078,353.13	7,528,915.58
Apr	12,625.84	1,762.13	16,024.62	3.7	33.4	1,606,464,275	31,210,863,821.43	7,557,116.24
May	12,718.82	1,762.13	16,141.51	4.0	28.4	79,174,433	906,650,079.35	7,589,570.41
Jun	12,615.53	1,762.13	16,011.65	4.0	28.4	16,582,284	289,322,167.98	7,584,023.99
Jul		1,762.13	16,056.99	4.0	28.4	14,086,929	202,182,349.16	7,585,960.96
Aug	12,651.59							
Sept	12,485.98	1,762.13	15,848.78	4.0	28.4	144,070,611	1,704,768,088.43	7,577,066.34
Oct	12,466.81	1,762.13	15,824.68	4.0	28.4	157,121,402	5,166,414,357.76	7,576,036.66
Nov	12,075.48	1,762.13	15,332.70	4.0	28.4	14,725,375	308,215,195.79	7,555,019.31
Dec	11,708.68	1,762.13	14,871.56	4.0	28.4	14,731,935	195,400,081.04	7,535,319.04
2016								
Jan	11,462.87	1,762.13	14,562.53	4.0	28.4	267,920,293	7,932,801,029.60	7,522,117.08
Feb								
Mar	11,365.60	1,762.13	14,440.24	4.0	28.4	2,795,087	99,852,436.20	7,516,892.89
Apr	11,225.08	1,762.13	14,263.58	4.0	28.3	1,830,916	106,507,786.33	7,509,345.98
May	10,554.04	1,762.13	13,419.95	6.1	45.7	5,067,001	89,521,602.30	7,473,305.73
Jun	10,109.50	1,762.13	12,861.07	6.0	45.7	54,962,804	528,512,298.00	7,448,932.42
Jul	10,072.19	1,762.13	12,814.18	6.0	45.0	30,578,347	302,536,644.07	7,446,930.72
Aug	10,320.33	1,762.13	13,126.13	5.9	45.0	5,499,723	160,580,210.34	7,460,245.29
Sep	10,523.46	1,762.13	13,381.50	5.9	45.0	9,822,509	79,415,164.70	7,471,145.06
Oct	10,424.86	1,762.13	13,174.36	5.9	45.0	42,384,723	985,792,369.78	7,462,303.95
Nov	10,793.84	2,026.07	13,744.12	5.2	45.0	29,146,377	520,695,844.27	8,525,541.22
Dec	10,824.35	2,026.07	13,782.48	5.2	45.0	2,601,165	331,416,056.34	8,527,178.17
2017								
Jan	10,103.29	2,026.07	12,875.85	5.2	45.8	38,318,065	1,385,112,183.47	8,497,260.46
Feb	10,456.92	2,026.07	13,320.51	5.2	42.8	187,888,673	1,606,116,441.14	8,516,542.43
Mar								
Apr	10,303.61	2,026.07	13,127.73	5.2	42.8	9,462,616	299,523,065.19	8,508,182.95
May	10,707.55	2,026.07	13,635.67	5.2	42.8	12,896,314	179,654,629.77	8,530,208.72
June	11,437.62	2,308.87	14,577.62	4.6	43.3	15,057,251	248,460,512.40	9,679,155.09
July	11,935.73	2,308.87	15,203.97	4.6	43.5	10,160,058	788,100,892.16	9,706,315.56
Aug	12,228.65	2,325.21	15,573.68	4.6	43.5	71,859,658	1,343,060,713.98	9,786,371.11
Sep	12,386.77	2,325.21	15,772.51	2.9	35.39	24,562,635	1,065,495,688.62	9,794,992.97
Oct	13,265.14	2,325.21	16,877.16	2.9	32.38	230,820,088	1,759,096,772.00	9,856,500.67
Nov	15,780.73	2,425.75	20,049.44	2.8	32.38	43,516,315	1,587,733,421.39	10,390,610.09
Dec	15,687.31	2,425.75	19,920.42	2.7	30.00	83,482,149	1,325,916,804.33	10,488,063.79
2018								
Jan	15,760.94	2,474.85	20,049.06	2.7	30.00	60,346,580	2,108,221,256.74	10,494,708.34
Feb	15,850.21	3,516.49	21,122.43	2.7	30.00	14,395,164	763,567,556.43	10,547,692.73

Source: Malawi Stock Exchange