



1. Money Market

Government Securities

The Government Treasury Bills auction held during the week raised a total of K55.46 billion from total applications of K86.06 billion, resulting in a 55.2% rejection rate. The average yields for the 91 days, 182 days and 364 days tenors were 16.00%, 20.00% and 26.00% respectively (Previous week: 91 days: 16.00%, 182 days: 16.00%, and 364 days: 26.00%). The auction on the 5-year Treasury Note during the week in review raised K56.91 billion from total applications of K56.91 billion, resulting in a nil rejection rate. Total maturities for the week stood at K194.04 billion, resulting in a net liquidity inflow of K81.67 billion. (Source: RBM).

Interbank Market

Liquidity levels (excess reserves after Central Bank Operations) decreased to a daily average of K133.17 billion from an average of K213.88 billion in the previous week. The volume on daily interbank overnight borrowing decreased to an average of K47.00 billion at 23.98% (Previous week: K63.50 billion at 23.98%). A total of K49.60 billion was accessed on the Lombard window at an average rate of 26.2% (Previous week: K153.50 billion at an average rate of 26.2%). (Source: RBM)

2. Stock Market

The MASI closed the week at 600,469.03 points (previous week: 578,342.42 points), while the Domestic Share Index (DSI) closed at 454,131.46 points (previous week: 441,119.10 points), and the Foreign Share Index (FSI) ended at 102,354.84 points (previous week: 94,070.25 points). The upward movement in the MASI was driven by share price gains on BHL, Illovo, NBM, NITL, PCL and FMBCH. The gains were enough to offset the marginal losses on AIRTEL, FDH Bank, ICON, NBS Bank, NICO, Standard Bank and TNM. A total of 4.13 million shares were traded during the week, generating a market turnover of K4.49 billion across 1,211 trades. (Source: MSE)

3. Local Market Developments

The Malawi Energy Regulatory Authority (MERA) has increased fuel prices by 38.3% for petrol and 28.0% for diesel, the first rise since November 2023. Petrol now costs MK3,499 per litre, up from MK2,530, while diesel has climbed to MK3,500 from MK2,734. MERA highlighted the hike was necessary to ensure a sustainable fuel supply and to attain cost-reflective pricing. (Source: MERA)

4. Regional Developments in the Week

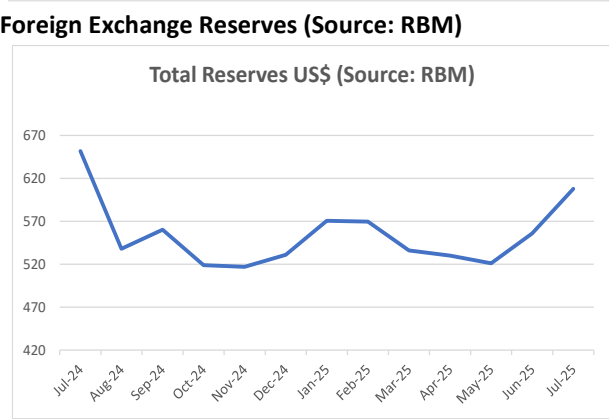
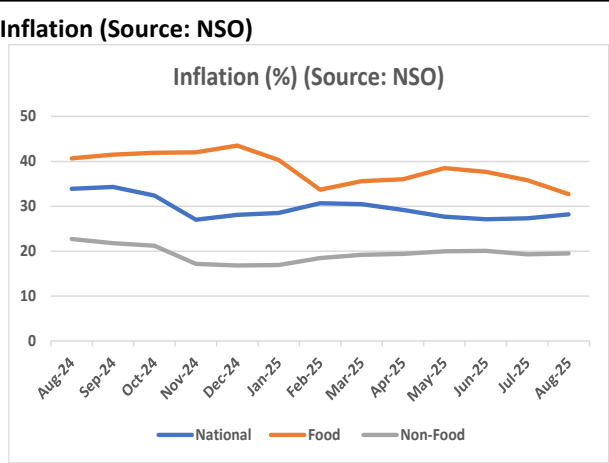
Ghana's annual inflation rate fell to 9.4% in September, down from 11.5% in August. This marks the lowest rate since August 2021. The decline was mainly driven by easing food inflation, which fell to 11.0% from 14.8%. Similarly, non-food inflation also eased slightly to 8.2%, down from 8.7% in the previous month. The Bank of Ghana forecasts that inflation will reach its medium-term target band of 6.0%-10.0% by the fourth quarter of 2025. (Source: CNBC Africa)

5. Global Developments in the Week

The US federal government has entered its first shutdown since December 2018, following a failure by lawmakers to pass a spending bill. The Congressional Budget Office stated that roughly 750,000 federal employees - 40.0% of the workforce - have been furloughed without pay. The impasse stems from Democratic efforts to preserve health insurance tax credits and Medicaid funding, clashing with the government's push for fiscal tightening. (Source: Reuters)

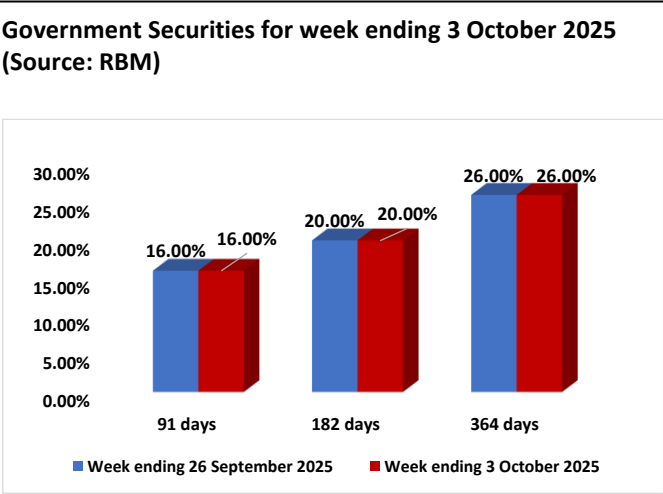
	Div yield %	P/E	P/BV	26-Sep-25	03-Oct-25
Counter				MK/Share	MK/Share
AIRTEL	1.45	35.52	47.25	137.96	↓ 137.95
BHL	-	(64.48)	1.36	15.02	↑ 15.03
FDH Bank	0.74	59.43	45.18	637.94	↓ 637.76
ICON	1.62	4.91	0.82	17.95	↓ 17.94
ILLOVO	0.28	56.51	8.59	1,792.02	↑ 1,792.51
MPICO	2.20	5.26	0.69	19.55	19.55
NBM	1.02	56.61	21.57	10,800.00	↑ 12,399.97
NBS Bank	1.06	40.84	26.60	1,024.66	↓ 1,024.27
NICO	1.15	25.20	11.66	1,739.88	↓ 1,739.80
NITL	0.28	17.88	7.22	3,400.00	↑ 3,942.48
PCL	0.15	14.11	2.61	7,590.00	↑ 7,590.01
Standard Bank	2.51	87.80	29.19	6,469.18	↓ 6,462.71
Sunbird	2.60	12.31	1.87	500.04	500.04
TNM	-	36.71	7.12	33.80	↓ 32.00
FMBCH	0.18	42.96	15.44	1,898.06	↑ 2,066.76
OMU	3.31	16.58	2.21	2,500.06	2,500.06
DSI	N/A	N/A	N/A	441,119.10	↑ 454,131.46
FSI	N/A	N/A	N/A	94,070.25	↑ 102,354.84
MASI	1.16	44.14	14.57	578,342.42	↑ 600,469.03

Stock Market (Source: Malawi Stock Exchange)
MASI= Malawi All Share Index, DSI= Domestic Share Index, FSI= Foreign Share Index



Exchange Rates - Middle Rates (Source: RBM)

CURRENCY	26-Sep-25	3-Oct-25	% Change
MK/US Dollar	1,734.01	1,734.01	→ 0.00%
MK/GBP	2,385.07	2,399.36	↓ -0.60%
MK/ZAR	97.05	103.34	↓ -6.48%
MK/EUR	1,866.76	2,092.87	↓ -12.11%



TENORS	VOLUME (K' BILLION)	AVERAGE YIELD (%)
91-days	0.25	16.00
182-days	15.00	20.00
364-days	40.21	26.00
5-year	56.91	32.00

Real GDP Growth Projections				
	2022	2023	2024	2025
EIU	0.70%	1.60%	1.30%	1.60%
IMF	0.90%	1.50%	1.80%	2.40%
WORLD BANK	0.90%	1.40%	1.80%	2.00%
GOVERNMENT	1.19%	1.50%	1.70%	2.80%
Average Real GDP	0.92%	1.50%	1.65%	2.20%

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