

Curmi and Partners : Local Market commentary

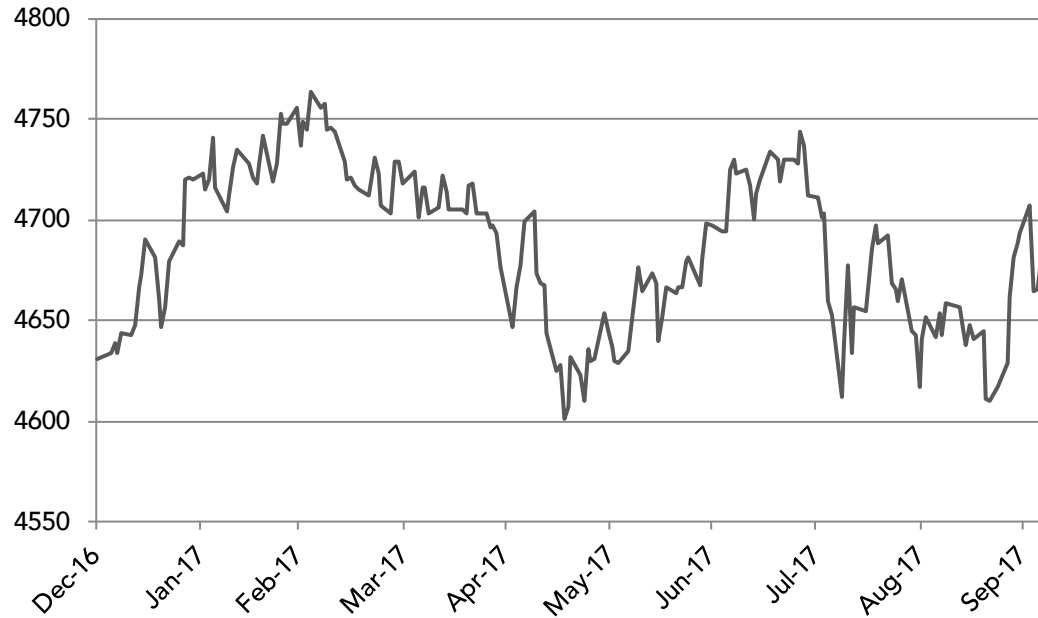
Local Market Update
Week ending 6th October 2017

MSE Performance Vs International Markets

Index	30/12/2016	29/09/2017	06/10/2017	YTD	Week %
EURO STOXX 50	3290.52	3594.85	3606.43	9.6%	0.3%
Deutsche Boerse AG	11481.06	12828.86	12972.50	13.0%	1.1%
CAC 40	4862.31	5329.81	5363.10	10.3%	0.6%
S&P 500	2238.83	2519.36	2548.21	13.8%	1.1%
FTSE 100 Index	7142.83	7372.76	7513.93	5.2%	1.9%
MSE Price Index	4630.88	4693.59	4685.89	1.2%	-0.3%
MSE Total Return Index	8798.58	9015.86	8982.77	2.1%	-0.4%

Source: Bloomberg; Malta Stock Exchange

MSE Price Index Performance YTD



Source: Malta Stock Exchange

•The MSE Index retreated by 0.65% to 4677.164 points this week following a positive run last week. The value traded amounted to €1.38 million, with over 66% of trading activity in Bank of Valletta plc. Ten out of the seventeen stocks traded this week registered losses.

Local Market – Main Movers

- Medserv plc was this week's best performer, increasing 5.0% to €1.26 on Monday over 3 trades
- Lombard bank plc rallied 3.64% to €2.28 over light volumes of 1,500 shares
- Malta International Airport plc closed 2.02% higher this week to €4.55 after reaching a 52-week high of €4.60 on Thursday
- Malta Properties Company plc gained 1.93% over 43,320 shares
- For the second consecutive week, Bank of Valletta plc was the most actively traded stock with 440,020 shares exchanging hands. A total of 311,958 shares were traded on Wednesday over eight deals. BOV's share price climbed 1.79% to €1.79%
- Mapfre Middlesea plc was this week's worst performer, retreating by 4.9% to €1.84 over light volumes of 1,460 shares
- Maltapost plc fell by 3.84% to €1.90 over 7,539 shares
- HSBC Malta plc shed 1.81% this week, closing at €1.90 over 40,220 shares
- GO plc and RS2 Software plc (two large companies in terms of market capitalisation) fell by 2.09% and 2.02% respectively

Local Market Overview – Equities

Security	Trade Volume	Trade Value	29.09.2017	06.10.2017	Week % Change
Bank of Valletta plc	440,020	924,465	2.07	2.11	1.79%
Fimbank plc	20,000	14,000	0.71	0.70	-1.41%
Global Capital plc	2,000	642	0.33	0.32	-2.73%
GO plc	16,250	57,072	3.59	3.52	-2.09%
HSBC Bank Malta plc	40,220	76,657	1.94	1.90	-1.81%
International Hotel Investments plc	21,900	13,175	0.61	0.60	-0.83%
Lombard Bank plc	1,500	3,340	2.20	2.28	3.64%
Midi plc	3,000	930	0.31	0.31	0.00%
Medserv plc	51,040	63,810	1.20	1.26	5.00%
Malta International Airport plc	36,621	166,120	4.46	4.55	2.02%
Mapfre Middlesea plc	1,460	2,692	1.94	1.84	-4.90%
Malta Properties Company plc	43,320	22,389	0.52	0.53	1.93%
Maltapost plc	7,539	14,456	1.98	1.90	-3.84%
PG Group plc	9,600	14,185	1.50	1.49	-0.67%
RS2 Software plc	9,146	15,548	1.74	1.70	-2.02%
Simonds Farsons Cisk plc	1,776	16,851	9.50	9.47	-0.32%
Tigne Mall plc	8,500	8,160	0.96	0.96	0.00%

Source: Malta Stock Exchange

Local Market Overview – Equities

Company Name	Market Cap	Shares in Issue	EPS	P/E Ratio	Interim Div	Final Div	LTM Div	LTM Div Yield
Bank of Valletta plc	€ 884,940,000	420,000,000	€0.243	8.67	€ 0.045	€ 0.079	€ 0.124	5.89%
HSBC Bank Malta plc	€ 684,581,588	171,527,619	€0.112	16.96	€ 0.047	€ 0.041	€ 0.088	4.63%
Malta International Airport plc	€ 615,615,000	44,177,834	\$ 0.155	29.34	\$ 0.0462	\$ 0.1077	€ 0.154	3.38%
International Hotel Investments plc	€ 369,410,952	30,000,000	-€0.012	-	€ -	€ -	€ -	-
GO plc	€ 356,106,365	101,310,488	€0.182	19.31	€ -	€ 0.110	€ 0.110	3.13%
RS2 Software plc	€ 291,596,952	20,000,000	€0.004	425.00	€ -	€ 0.010	€ 0.010	0.59%
Simonds Farsons Cisk plc	€ 284,100,000	30,000,000	€0.404	23.42	€ 0.033	€ 0.080	€ 0.113	1.20%
FIMBank plc	€ 220,135,142	360,306,099	€0.016	43.48	€ -	€ -	€ -	-
Mapfre Middlesea plc	€ 169,648,000	214,159,922	€0.050	36.88	€ -	€ 0.038	€ 0.038	2.07%
PG plc	€ 160,920,000	101,310,488	€0.350	4.26	€ -	€ -	€ -	-
Malita Investments plc	€ 109,748,075	37,654,720	€0.043	17.07	€ 0.013	€ 0.023	€ 0.036	4.80%
Lombard Bank Malta plc	€ 100,725,462	314,478,774	€0.107	21.31	€ -	€ 0.040	€ 0.040	1.75%
MaltaPost plc	€ 71,694,587	56,400,000	€0.060	31.73	€ -	€ 0.062	€ 0.062	3.24%
Medserv plc	€ 67,717,945	148,108,064	€0.059	21.36	€ -	€ -	€ -	-
MIDI plc	€ 66,389,576	108,000,000	-€0.012	-	€ -	€ 0.007	€ 0.007	2.26%
Tigné Mall plc	€ 54,144,000	31,899,000	€0.036	26.45	€ 0.013	€ 0.013	€ 0.025	2.64%
Malta Properties Company plc	€ 53,593,248	53,744,401	€0.030	17.63	€ -	€ -	€ -	-
Plaza Centres plc	€ 31,768,102	30,255,335	€0.045	23.39	€ -	€ 0.045	€ 0.045	4.29%
Grand Harbour Marina plc	€ 17,880,000	615,684,920	€0.017	52.59	€ -	€ -	€ -	-
Santumas Shareholdings plc	€ 9,707,806	4,432,788	€0.358	6.12	€ -	€ -	€ -	-
GlobalCapital plc	€ 9,630,000	135,300,000	€0.071	4.52	€ -	€ -	€ -	-
Loqus Holdings plc	€ 5,582,325	92,000,000	€0.008	21.88	€ -	€ -	€ -	-

Source: Malta Stock Exchange; Curmi and Partners Ltd

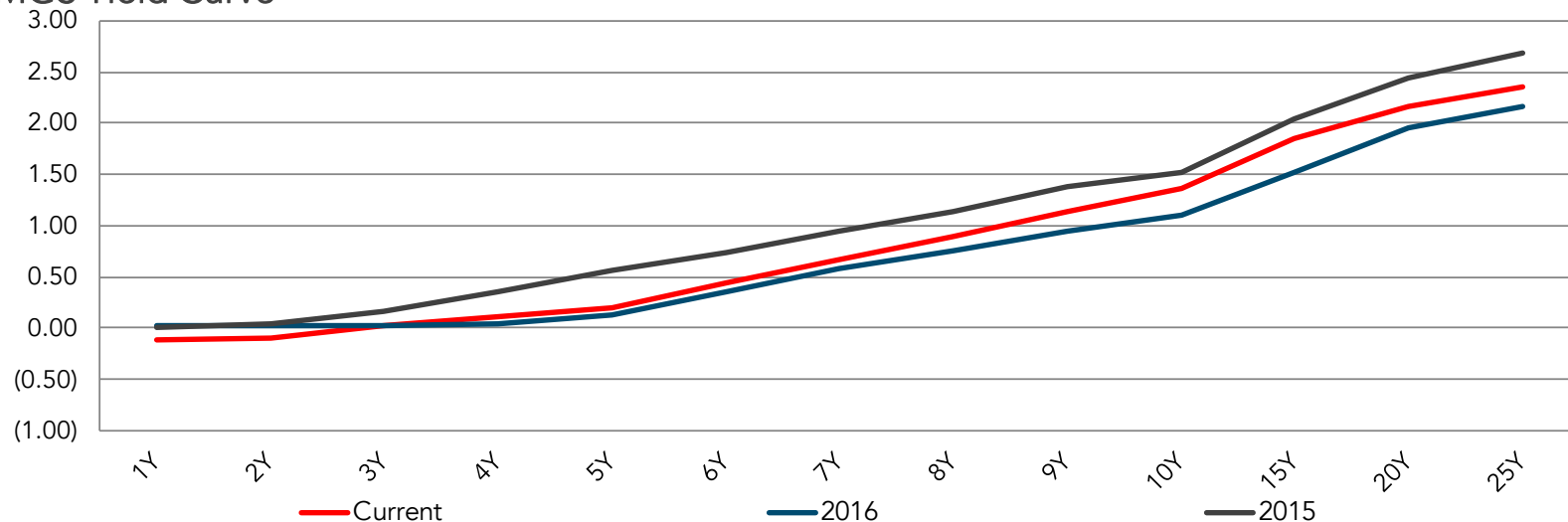
Malta Government Stocks

Malta vs. German Sovereign Yields Summary

Years to Maturity	MGS Yield (%)	German Yield (%)	Spread (bps) 31-Dec-16	Spread (bps) 06-Oct-17
2	(0.08)	(0.69)	83	61
5	0.21	(0.24)	67	44
7	0.65	0.02	86	63
10	1.33	0.49	90	84
15	1.83	0.70	107	113
20	2.12	1.00	127	112
25	2.32	1.17	128	115

- A total of 24 local sovereign bonds were traded this week. The 4.65% 2032 I was the most actively traded MGS, closing at €137.15 with a YTM of 1.78%
- MGS spreads tightened slightly this week following only moderate movements in both MGS and Bund yields.

MGS Yield Curve



Local Market Overview – Corporate Bonds

Security	Trade Volume	Trade Value	29.09.2017	06.10.2017	Week % Change
AX24A	8,214	7,400	114.00	111.00	-2.63%
BV18A	111,589	111,100	100.20	100.51	0.31%
BV19A	9,253	9,000	102.80	102.80	0.00%
BV19B	53,864	52,300	104.01	103.00	-0.97%
BV20A	57,936	56,300	102.55	103.00	0.44%
BV30A	59,350	60,000	97.00	99.00	2.06%
BV30B	19,362	20,000	96.40	97.99	1.65%
CB27A	5,076	5,000	102.650	101.510	-1.11%
CF22A	10,350	10,000	102.510	103.500	0.97%
CF26A	11,486	11,300	100.010	102.000	1.99%
DF26A	24,495	23,000	106.500	106.500	0.00%
EF27A	71,241	69,000	103.490	103.250	-0.23%
GC21A	9,924	10,000	99.260	99.240	-0.02%
GH27A	23,409	22,500	104.490	104.000	-0.47%
GP23A	163,053	159,900	103.000	102.500	-0.49%
HM24A	4,662	4,500	103.510	103.750	0.23%
HP25A	12,122	11,600	104.500	104.500	0.00%
IB25A	20,140	19,000	106.000	106.000	0.00%
IG24A	48,055	45,000	106.010	106.500	0.46%
IH25A	635	600	105.700	105.750	0.05%

Source: Malta Stock Exchange

Local Market Overview – Corporate Bonds

Security	Trade Volume	Trade Value	29.09.2017	06.10.2017	Week % Change
IH26A	20,500	20,000	102.50	102.50	0.00%
IH26B	5,000	5,000	101.90	100.00	-1.86%
MD26A	23,677	23,000	103.85	102.95	-0.87%
MF24A	9,593	9,000	106.65	106.65	0.00%
MI20A	5,600	5,400	103.00	103.71	0.69%
MI22A	42,068	40,700	104.25	103.35	-0.86%
MM26A	160,644	153,000	103.00	105.00	1.94%
MS23A	47,813	45,000	108.000	106.250	-1.62%
PC26A	89,828	88,200	102.010	100.500	-1.48%
PG20A	1,562	1,500	105.000	104.110	-0.85%
PG22A	29,680	28,000	107.100	106.000	-1.03%
PT24A	44,691	43,200	103.690	103.500	-0.18%
SD27A	128,419	125,000	103.000	103.000	0.00%
SF27A	20,018	19,400	103.050	103.200	0.15%
TI24A	9,847	9,200	106.800	107.250	0.42%
VH24A	237,854	239,000	99.000	99.500	0.51%

Source: Malta Stock Exchange

Local Market Company Announcements

- **Santumas Shareholdings plc** announced the resolutions to be considered during the AGM on the 27th October 2017. Santumas Shareholdings is proposing to increase the company's issued share capital from 4.4 million shares to 6.6 million shares of €0.275 each by capitalising €609,508.35 from the Company's reserves to issue 1 bonus share for every 2 shares held.
- **Gasam Finance plc** announced that it purchased a total of 44,600 4.9% Bonds 2019-2021 from its bondholders during the month of September 2017.
- **Go plc** announced that it will be investing over €100 million in the next five years in its infrastructure and systems to ensure that they reflect technological developments and continue to serve the growing demands of the Maltese community and economy. Go is also upgrading its two submarine cables that connect Malta with mainland Europe and Sicily and is evaluating the feasibility of creating a new link with an existing submarine cable to further strengthen Malta's international connectivity.

Local Financial Events Calendar

Date	Event
27 th October	Santumas Shareholding Annual General Meeting

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