

Curmi and Partners : Local Market commentary

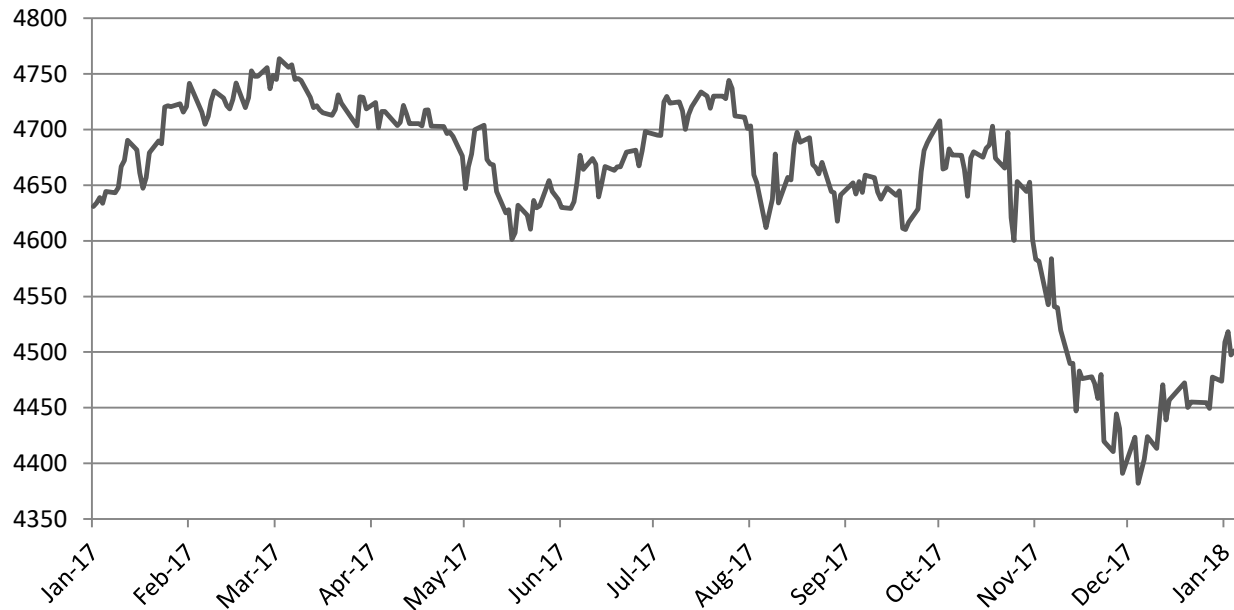
Local Market Update
Week ending 12th January 2018

MSE Performance Vs International Markets

| Index | 29/12/2017 | 05/01/2018 | 12/01/2018 | Week % | Year % |
|-------------------------------|-----------------|-----------------|-----------------|---------------|---------------|
| EURO STOXX 50 | 3503.96 | 3607.63 | 3606.13 | 2.72% | 2.92% |
| Deutsche Boerse AG | 12917.64 | 13319.64 | 13224.81 | 2.97% | 2.38% |
| CAC 40 | 5312.56 | 5470.75 | 5505.46 | 2.66% | 3.63% |
| S&P 500 | 2673.61 | 2743.15 | 2780.05 | 2.21% | 3.98% |
| FTSE 100 Index | 7687.77 | 7724.22 | 7777.14 | 0.30% | 1.16% |
| MSE Price Index | 4630.88 | 4501.05 | 4475.34 | -0.18% | -3.36% |
| MSE Total Return Index | 8669.13 | 8650.75 | 8631.65 | -0.21% | -0.43% |

Source: Bloomberg; Malta Stock Exchange

MSE Price Index Performance YTD



Source: Malta Stock Exchange

- The MSE Equity Price Index dropped 18bp this week, closing at 4,475.34 points. Loqus Capital was the main loser (though very small trading volume occurred), while Malta International Airport, Malita Investments and BOV were the main winners.

Local Market Overview – Equities

| Security | Shares Traded | Trade Value | 05.01.2018 | 12.01.2018 | Week % Change |
|-------------------------------------|---------------|-------------|------------|------------|---------------|
| Bank of Valletta plc | 421,051 | 758,626 | 1.80 | 1.82 | 1.11% |
| FIMBank plc | 8,500 | 5,851 | 0.69 | 0.69 | 0.00% |
| GO plc | 8,335 | 29,253 | 3.56 | 3.52 | -1.12% |
| HSBC Bank Malta plc | 88,304 | 155,936 | 1.76 | 1.76 | 0.00% |
| International Hotel Investments plc | 31,605 | 19,814 | 0.64 | 0.62 | -3.91% |
| Loqus Capital plc | 18,900 | 2,835 | 0.18 | 0.15 | -14.29% |
| Midi plc | 307,050 | 105,252 | 0.35 | 0.34 | -2.86% |
| Medserv plc | 5,870 | 6,809 | 1.15 | 1.16 | 0.87% |
| Malta International Airport plc | 15,039 | 71,776 | 4.70 | 4.80 | 2.13% |
| Malita Investments plc | 42,200 | 34,562 | 0.82 | 0.83 | 1.23% |
| Mapfre Middlesea plc | 10,610 | 19,340 | 1.82 | 1.84 | 1.10% |
| Malta Properties Company plc | 41,404 | 18,061 | 0.44 | 0.43 | -1.36% |
| MaltaPost plc | 687 | 1,401 | 2.12 | 2.04 | -3.77% |
| PG plc | 30,170 | 42,238 | 1.40 | 1.40 | 0.00% |
| Plaza Centres plc | 1,000 | 1,100 | 1.11 | 1.10 | -0.90% |
| RS2 plc | 16,289 | 24,518 | 1.53 | 1.49 | -2.61% |
| Simonds Farsons Cisk plc | 1,598.00 | 13,289 | 8.500 | 8.050 | -5.29% |

Source: Malta Stock Exchange

Local Market Overview – Equities

| Company Name | Market Capitalisation | Total Shares Outstanding | LTM EPS | P/E Ratio | Interim Div (Net) | Final Div (Net) | LTM Div (Net) | LTM Div Yield (Net) |
|-------------------------------------|-----------------------|--------------------------|----------|-----------|-------------------|-----------------|---------------|---------------------|
| Bank of Valletta plc | € 955,500,000 | 525,000,000 | € 0.192 | 9.48 | € 0.023 | € 0.041 | € 0.064 | 3.53% |
| HSBC Bank Malta plc | € 634,138,734 | 360,306,099 | € 0.084 | 20.95 | € 0.030 | € 0.027 | € 0.057 | 3.24% |
| International Hotel Investments plc | € 378,646,226 | 615,684,920 | -€ 0.016 | N/A | € - | € - | € - | |
| Malta International Airport plc | € 389,663,952 | 81,179,990 | € 0.176 | 27.26 | € 0.030 | € 0.070 | € 0.100 | 2.08% |
| GO plc | € 356,612,918 | 101,310,488 | € 0.129 | 27.29 | € - | € 0.110 | € 0.110 | 3.13% |
| RS2 Software plc | € 255,576,152 | 171,527,619 | € 0.004 | 363.73 | € - | € 0.009 | € 0.009 | 0.62% |
| Simonds Farsons Cisk plc | € 241,500,000 | 30,000,000 | € 0.403 | 19.98 | € 0.033 | € 0.080 | € 0.113 | 1.41% |
| FIMBank plc | € 217,026,475 | 314,531,123 | € 0.025 | 27.54 | \$ - | € - | € - | |
| Mapfre Middlesea plc | € 169,280,000 | 92,000,000 | € 0.061 | 30.16 | € - | € 0.038 | € 0.038 | 2.08% |
| PG plc | € 151,200,000 | 108,000,000 | € 0.069 | 20.25 | € 0.016 | € - | € 0.035 | 2.48% |
| Lombard Bank Malta plc | € 101,609,202 | 44,177,914 | € 0.110 | 20.91 | € - | € 0.026 | € 0.026 | 1.13% |
| MaltaPost plc | € 76,815,629 | 37,654,720 | € 0.050 | 40.80 | € - | € 0.040 | € 0.040 | 1.96% |
| MIDI plc | € 72,814,373 | 214,159,922 | -€ 0.016 | N/A | € - | € 0.007 | € 0.007 | 2.06% |
| Medserv plc | € 62,343,510 | 53,744,405 | -€ 0.006 | N/A | € - | € - | € - | |
| Tigné Mall plc | € 61,419,600 | 56,400,000 | € 0.041 | 26.37 | € 0.013 | € 0.013 | € 0.025 | 2.33% |
| Malta Properties Company plc | € 43,968,752 | 101,310,488 | € 0.029 | 14.97 | € - | € - | € - | |
| Plaza Centres plc | € 31,066,200 | 28,242,000 | € 0.048 | 22.96 | € - | € 0.029 | € 0.029 | 2.67% |
| Malita Investments plc | € 24,750,000 | 30,000,000 | € 0.028 | 29.36 | € 0.009 | € 0.015 | € 0.023 | 2.84% |
| Grand Harbour Marina plc | € 15,260,000 | 20,000,000 | € 0.020 | 37.96 | € - | € - | € - | |
| Santumas Shareholdings plc | € 14,960,664 | 6,649,184 | € 0.197 | 11.43 | € - | € - | € - | |
| GlobalCapital plc | € 9,600,000 | 30,000,000 | € 0.080 | 4.00 | € - | € - | € - | |
| Loqus Holdings plc | € 4,784,850 | 31,899,000 | € 0.015 | 10.00 | € - | € - | € - | |

Source: Malta Stock Exchange; Curmi and Partners Ltd

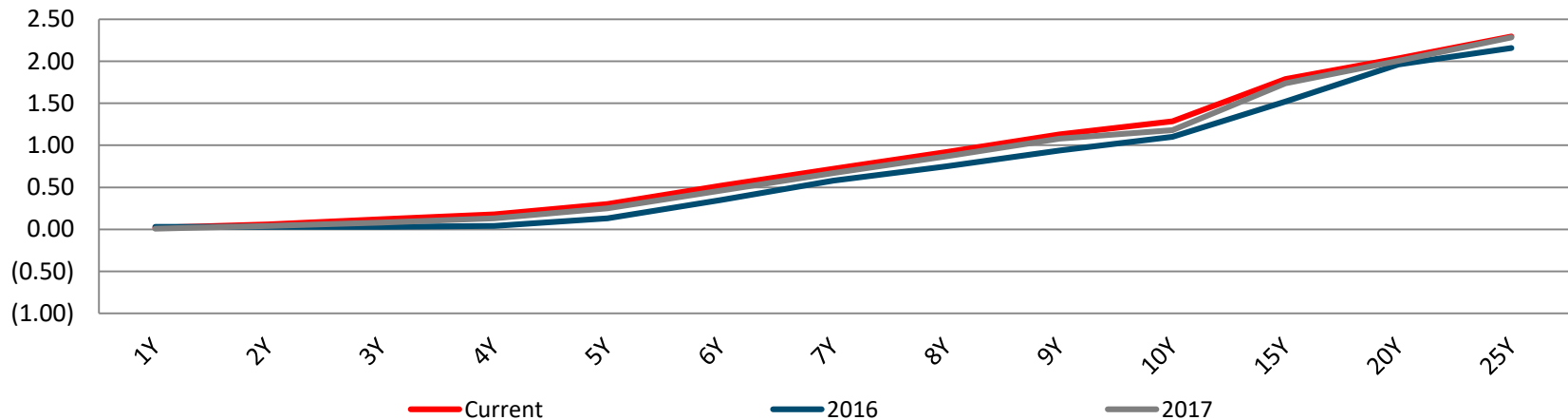
Malta Government Stocks

Malta vs. German Sovereign Yields Summary

| Years to Maturity | MGS Yield (%) | German Yield (%) | Spread (bps) 29-Dec-17 | Spread (bps) 05-Jan-17 |
|-------------------|---------------|------------------|------------------------|------------------------|
| 2 | 0.06 | (0.57) | 79 | 63 |
| 5 | 0.30 | (0.11) | 58 | 41 |
| 7 | 0.72 | 0.21 | 72 | 51 |
| 10 | 1.29 | 0.59 | 77 | 70 |
| 15 | 1.79 | 0.74 | 108 | 105 |
| 20 | 2.04 | 1.01 | 104 | 103 |
| 25 | 2.20 | 1.16 | 114 | 104 |

- MGS and German Bunds continued their upward trend, rising gently across all sectors of the curve.
- Spreads gently contracted across the curve, particularly in the short end.

MGS Yield Curve



Local Market Overview – Corporate Bonds

| Security | Market Value | Nominal Trade Value | 05.01.2018 | 12.01.2018 | Week % Change |
|----------|--------------|---------------------|------------|------------|---------------|
| 1923A | 17,465 | 16,800 | 103.52 | 103.53 | 0.01% |
| AX24A | 33,042 | 29,900 | 113.00 | 110.51 | -2.20% |
| BV19A | 125,982 | 124,100 | 102.80 | 101.50 | -1.26% |
| BV20A | 32,279 | 31,400 | 102.80 | 102.80 | 0.00% |
| BV30A | 105,063 | 105,000 | 100.25 | 100.00 | -0.25% |
| BX27A | 29,685 | 29,000 | 102.45 | 102.00 | -0.44% |
| CB25A | 7,350 | 7,000 | 105.00 | 105.00 | 0.00% |
| CF26A | 51,948 | 50,500 | 104.00 | 104.25 | 0.24% |
| EF27A | 22,112 | 21,300 | 104.00 | 103.00 | -0.96% |
| GC21A | 84,315 | 85,000 | 99.40 | 99.40 | 0.00% |
| GH27A | 5,275 | 5,000 | 105.50 | 105.50 | 0.00% |
| GP23A | 7,177 | 7,000 | 103.00 | 102.15 | -0.83% |
| HP25A | 93,500 | 89,900 | 104.50 | 104.50 | 0.00% |
| IB25A | 7,420 | 7,000 | 106.00 | 106.00 | 0.00% |
| IH24A | 11,647 | 10,800 | 107.98 | 107.98 | 0.00% |
| IH25A | 25,370 | 24,200 | 107.50 | 104.70 | -2.60% |

Source: Malta Stock Exchange

Local Market Overview – Corporate Bonds

| Security | Market Value | Nominal Trade Value | 05.01.2018 | 12.01.2018 | Week % Change |
|----------|--------------|---------------------|------------|------------|---------------|
| IH26A | 70,264 | 68,400 | 102.52 | 103.00 | 0.47% |
| IH26B | 13,390 | 13,000 | 102.00 | 103.00 | 0.98% |
| MB24A | 15,608 | 15,000 | 105.00 | 104.05 | -0.90% |
| MD26A | 62,624 | 61,000 | 103.00 | 103.24 | 0.23% |
| MF24A | 6,986 | 6,500 | 107.49 | 107.48 | -0.01% |
| MI22A | 3,614 | 3,500 | 103.35 | 103.25 | -0.10% |
| MM26A | 11,385 | 11,000 | 105.00 | 103.50 | -1.43% |
| PC26A | 34,616 | 33,800 | 102.50 | 102.50 | 0.00% |
| PG22A | 5,076 | 4,700 | 107.99 | 108.00 | 0.01% |
| SD27A | 60,208 | 58,200 | 103.50 | 103.45 | -0.05% |
| SF27A | 10,385 | 9,800 | 105.95 | 106.00 | 0.05% |
| ST27A | 29,797 | 29,000 | 102.10 | 102.80 | 0.69% |
| TI27A | 7,246 | 7,000 | 103.55 | 103.51 | -0.04% |
| VH24A | 35,947 | 36,000 | 99.87 | 99.85 | -0.02% |
| VR27A | 192,177 | 186,900 | 103.00 | 103.00 | 0.00% |

Source: Malta Stock Exchange

Local Market Company Announcements

- **Plaza Centres plc** announced, following the sad death of Mr Lionel Lapira, that Mr CJ Farrugia will take on the executive function, until the company finds the appropriate opportunity to replace Mr Lapira.
- **GlobalCapital plc** announced the appointment of its new Executive Chairman, Prof Paolo Catalfamo, with effect 8th January 2018. Full announcement [here](#)
- **Malta International Airport plc** released its Traffic Results for 2017, together with its Forecast for 2018 and the Appointment of its New Head. Full announcement [here](#)

Local Financial Events Calendar

| Date | Event |
|---------------------------|---|
| 30 th January | Loqus Holdings Plc Annual General Meeting |
| 9 th February | MaltaPost Plc Annual General Meeting |
| 20 th February | HSBC Plc Board Meeting |
| 8 th March | Lombard Bank Plc Board Meeting |
| 12 th April | HSBC Plc Annual General Meeting |
| 26 th April | Lombard Bank Plc Annual General Meeting |

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