



## A. Equity

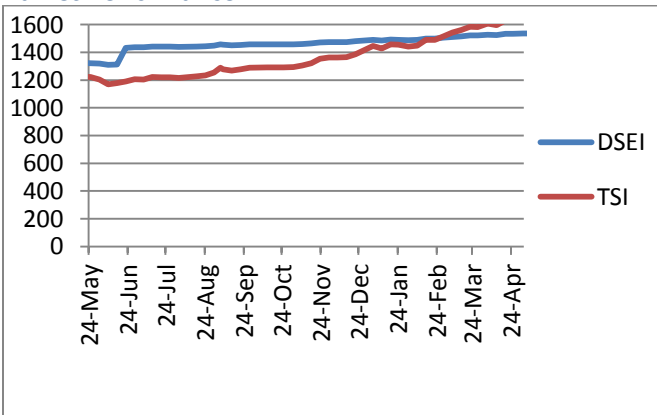
### Market Performance

Week on week turnover increased slightly to Tshs. 2,480 million, compared to Tshs. 2,428 million recorded the previous week. Shares traded decreased from 9,085,095 shares recorded last week to 6,171,574 shares during the week. The week's increase in turnover emanated mainly from Twiga counter that had a pre-arranged transaction for 455,800 shares with a turnover of Tshs.1.2 billion.

Indices continued with the recovery and rally with modest gains for both DSEI and the TSI. The DSEI closed 0.13% higher at 1,541.97 points while the TSI ended the week at 1,668.68 points (+0.51%).

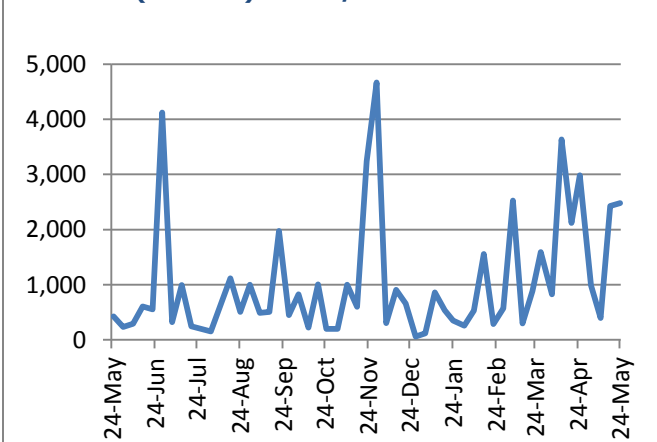
The Banking segment Index settled 1,541.26 points (+1.58%) stronger than previous week due to gains made on the NMB counter (+2.70%) and CRDB (+1.37%). The Industrial & Allied Index remained stable to end the week at 1,901.84 points.

### Market Performance



Source: DSE and TSL Analysis

### Turnover (Tshs Mn) - 2012/13



## WEEKLY MARKET COMMENTARY

20<sup>th</sup> May – 24<sup>th</sup> May 2013

### Statistics – Equity

Total - Week Ending	May-17 2013	May-24 2013	% Change
<b>Market</b>			
Turnover in Million (Tshs)	2,428	2,489	+2.51%
Volume of Shares in '000	9,089	6,172	-47.26%
DSEI	1,539.95	1,541.97	+0.13%
TSI	1,660.15	1,668.68	+0.51%
<b>Banks, Finance, &amp; Services</b>			
BI	1,517.29	1,541.26	+1.58%
<b>Industrial and Allied</b>			
IA	1,901.84	1,901.84	0.00%

Source: DSE

### Outlook:

Looking forward, we expect the market to maintain a medium-to-high activity levels especially as we approach Q1, 2013 banking segment results announcements, this might stimulate further support to the bourse.

We anticipate continued foreign activities on the banking segment, particularly on the CRDB and NMB counters.

This week's T-Bill auction indicated improved liquidity conditions as investors showed appetite on all investment day's tenor. Preference was more on the short term (35-days) maturity and the 364-days maturity. We anticipate seeing similar reflection on a two –year bond to be auctioned Wednesday next week.

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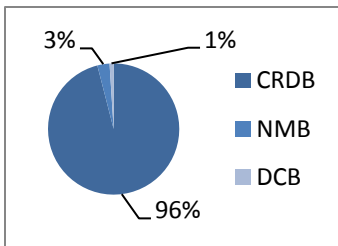


## Bank, Finance & Investment Sector (BI)

The banking segment continued with an impressive performance. This week also, the segment was active and liquid compared to the Industrial segment. 91% of turnover and 44% of the market activity moved during the week.

CRDB counter had 5,605,310 shares transacted during the week at an average price of Tshs.182.50. local participation was 98% of the counter's turnover. Foreign participation contributed 2% of its turnover.

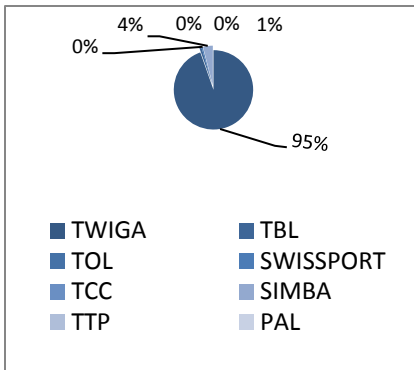
NMB closed the week with a price of Tshs. 1,520. During the week the counter transacted 24,588 shares lower than 68,442 shares of last week. The counter saw foreign support 27% of its turnover.



There was a small volume trade of 15,000 shares on DCB counter this week. The counter's price fell to Tshs.530 from Tshs.550 recorded the previous week.

## Industrial and Allied Sector (IA)

Twiga counter was the top mover this week with a turnover of Tshs.1.3 billion from 496,519 shares, lower from last week's turnover of Tshs.669.8 million from 253,699 shares. The counter remained flat during the week. Simba moved 20,597 shares at Tshs.2,400 per share. TBL counter had 4,044 shares during the week



transacted at Tshs.3,020 per share

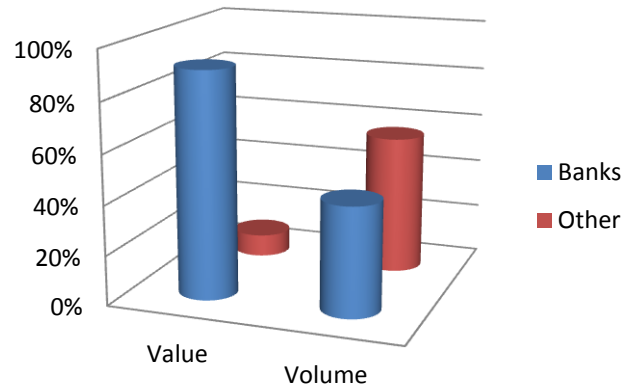
Swissport traded 3,784 shares during the week at Tshs.1,960 per share, a drop of Tshs.20.00 in comparison to last week's Tshs.1,980 per share.

TCC transacted 600 shares during the week at Tshs.6,040 same price as last week.

TATEPA traded 1,132 shares during the week at Tshs.600.

There were no activities in Precision Air and TOL counters during the week.

## % Share of the Market's activity



Source: DSE and TSL Analysis

## Banking Sector Share Prices (in TZS)

Counter	17.05.2013	24.05.2013	%Changes
DCB	550.00	530.00	-3.77%
NMB	1,480.00	1,520.00	+2.70%
CRDB	182.50	185.00	+1.37%

Source: DSE and TSL Analysis

## IA Share Prices (in TZS):

Counter	17.05.2013	24.05.2013	% Changes
TOL	260.00	260.00	0.00%
TBL	3,020.00	3,020.00	0.00%
TTP	600.00	600.00	0.00%
PAL	460.00	460.00	0.00%
TCC	6,040.00	6,040.00	0.00%
SIMBA	2,400.00	2,400.00	0.00%
TWIGA	2,640.00	2,640.00	0.00%
SWISSPORT	1,980.00	1,960.00	-1.02%

Source: DSE and TSL Analysis



## B. Fixed Income Securities

### Primary Market

There was a Treasury Bills auction during the week the results are as depicted in the table below:

	35 Days	91 Days	182 Days	364 Days
Minimum Successful Price/100	99.37	97.05	93.39	87.36
Weighted Average Price (WAP) for successful Bid	99.38	97.12	93.51	87.56
Weighted Average Yield (WAY) % per Annum	6.51	11.90	13.92	14.25
Amount Offered TZS (000,000)	5000	40,000	45,000	45,000
Total Tendered TZS (000,000)	20,500	27,680	41,984	99,099
Undersubscribed(+) Oversubscribed(-) TZS(000,000)	15,500	12,320	3,015	54,099
Successful Bids TZS(000,000)	15,000	27,680	40,000	88,000

### Secondary Market

Bonds worth Tshs.14.5 billion exchanged hands in the secondary market during the week with prices as indicated in the table below:

Tenor	Face Value (Tshs.)	Price/100
11.44% Ten-Year	4bn	79.0324
7.82% Two-Year	3.5bn	94.1692
9.18% Five -Year	7bn	80.9947

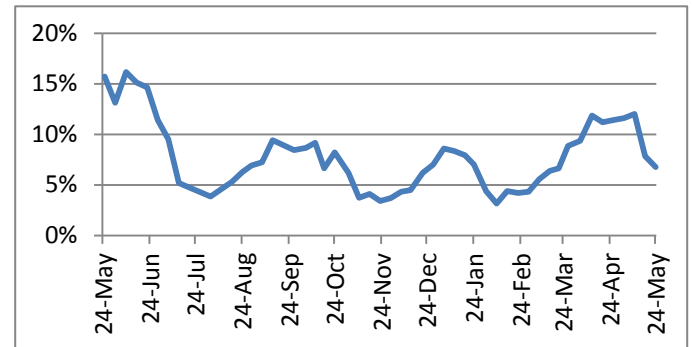
Below are bonds on offer for secondary trading:

Issue Date(M/Y)	Maturity Date(M/Y)	Face Value	Tenor	Yield (ASK) %
2/2013	2/2015	1.75bn	2 year	13.65
11/2012	11/2019	1.0bn	5 year	14.10
4/2013	4/2018	3.0bn	5 year	14.85
2/2013	2/2018	1.5bn	5 year	14.80
11/2012	11/2019	1.16bn	7 year	14.70
3/2013	3/2020	3.0bn	7 year	14.85
11/2012	11/2019	3.0bn	7 year	14.70
11/2012	11/2019	4.0bn	7 year	14.50
5/2013	5/2023	3.0bn	10 year	14.90
02/2013	02/2018	2.5bn	5 year	14.80

## Money Market

Interbank borrowing rate towards the end of this week was 6.77%, lower than the 7.86% rate at the end of the week last week as depicted in the chart below:

### Interbank Borrowing Rates (WAR)

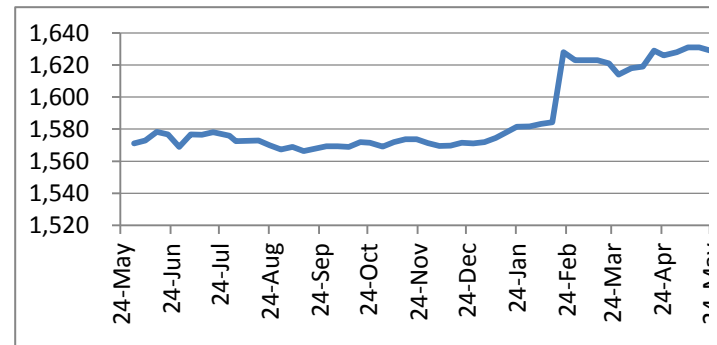


Source: BOT

## C. Foreign Exchange

This week, the shilling gained some ground against the US Dollar, GBP and KES as indicated in the chart and table below:

### Foreign Exchange – TZS/USD



Source: BOT

### Foreign Exchange – Four weeks trend

	03-May 2013	10-May 2013	17-May 2013	24-May 2013
<b>TZS/USD</b>	1,628.00	1,631.00	1,631.00	1,629.00
<b>TZS/GBP</b>	2,530.59	2,520.37	2,484.00	2,460.66
<b>TZS/KES</b>	19.43	19.46	19.44	19.32

**About the Weekly Update report: Our Weekly Update consists of a combination of our valuation update and a discussion about a piece of news or a general theme that called our attention and that we think might be useful for investors. Our valuation update includes: (1) weekly stock performances, (2) valuation matrix, and (3) selected financials from our earnings models**