



A. Equity

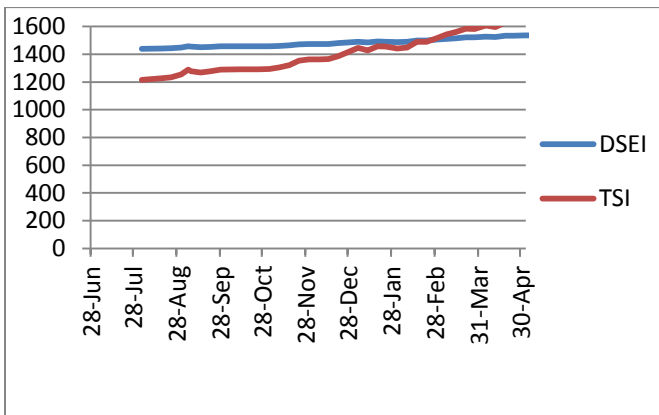
Market Performance

Week on week turnover decreased significantly to TZS 3,474 million, compared to TZS 11,784 million recorded the previous week. Similarly, shares traded went down from 12,024,995 shares recorded last week to 8,219,076 shares during the week. The week's decrease in activity was due to lack of supply in some counters. During the week, Twiga counter had a pre-arranged transactions of 313,487 shares at TZS 2,640 and 2,660; while CRDB had a pre-arranged transaction of 6,500,000 shares at 260.

Indices continued with modest gains for both DSEI and the TSI. The DSEI closed 0.82% higher at 1,582.51 points while the TSI ended the week at 1,840.11 points (+3.03%).

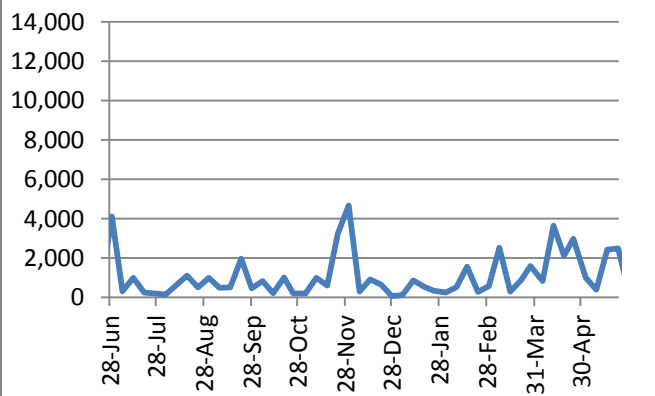
The Banking segment Index settled 1,860.10 points (+8.04%) stronger than previous week due to gains made on the NMB counter (+1.25%) and CRDB (+19.15%) to TZS 1,620 and TZS 280 per share respectively. The Industrial & Allied Index ended the week at 1,998.15 points supported by Swissport counter that gained 3.00% to close the week at TZS 2,060.

Market Performance



Source: DSE and TSL Analysis

Turnover (Tshs Mn) - 2012/13



WEEKLY MARKET COMMENTARY

24th June – 28th 2013

Statistics – Equity

Total - Week Ending	June-21 2013	June-28 2013	% Change
Market			
Turnover in Million (Tshs)	11,784	3,474	-239.21%
Volume of Shares in '000	12,024	8,219	-46.30%
DSEI	1,569.71	1,582.51	+0.82%
TSI	1,785.99	1,840.11	+3.03%
Banks, Finance, & Services			
BI	1,721.29	1,860.10	+8.04%
Industrial and Allied			
IA	1,994.96	1,998.15	+0.16%

Source: DSE

Outlook:

We anticipate low to moderate activity in the coming week as we move towards DITF exhibitions-sabasaba. Activities are expected mainly from banks and cement counters that continue to attract the majority of investors.

The Shilling gains grounds against USD toward the end of the week-month, possibly due to the decrease in demand for USD as firms try to meet their taxes and other statutory payments.

Despite the slightly higher yield compared to the previous auction, the 7-year Treasury Bond results of this week's auction witnessed a low turnout of investors, mainly due to liquidity squeeze. There was significantly under subscription of 63.73% indicating a low demand in the market.

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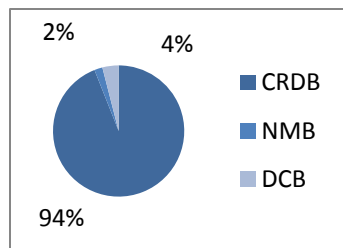


Bank, Finance & Investment Sector (BI)

The banking segment continued with an impressive performance. This week also, the segment was active and liquid compared to the Industrial segment. 94% of turnover and 91% of the market activity moved during the week.

CRDB counter had 7,442,372 shares transacted during the week, mainly supported by local investors. The counter closed the week at a higher price of TZS 280 in comparison to TZS 235 the previous week.

NMB closed the week with a price of TZS 1,620; +1.25% higher than last week's TZS 1,600. During the week the counter transacted 33,663 shares lower than 59,783 shares of last week.

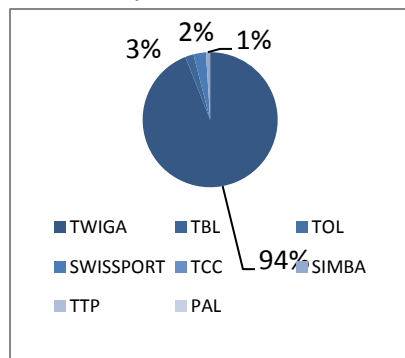


There were 202,083 shares on DCB counter

this week. The counter's price remained unchanged during the week.

Industrial and Allied Sector (IA)

Twiga counter was the top mover this week with a turnover of TZS 1.34 billion from 503,731 shares, lower from last week's turnover of TZS 9.7 million from 3,692 shares. The counter remained flat during the week. Simba moved 7,820 shares at TZS 2,400 per share. TBL counter had 6,867 shares during the week transacted at TZS 3,020 per share.



Swissport traded 20,940 shares during the week at TZS 2,060 per share, a rise of TZS 60.00 in comparison to last week's TZS 2,000 per share.

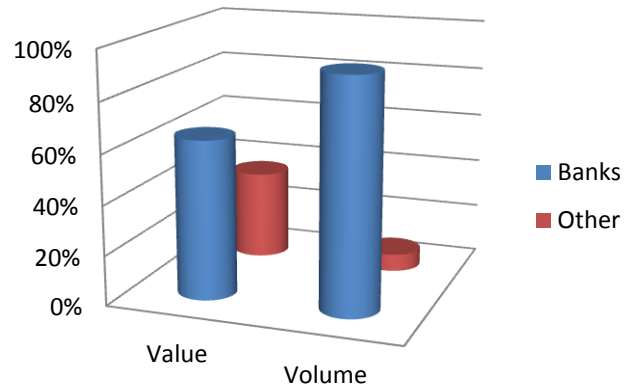
TCC transacted 600 shares during the week at TZS 6,040

same price as last week.

TATEPA traded 1,000 shares during the week at TZS 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	21.06.2013	28.06.2013	%Changes
DCB	400.00	400.00	0.00%
NMB	1,600.00	1,620.00	+1.25%
CRDB	235.00	280.00	+19.15%

Source: DSE and TSL Analysis

IA Share Prices (in TZS):

Counter	21.06.2013	28.06.2013	% 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	2,000.00	2,060.00	+3.00%

Source: DSE and TSL Analysis



B. Fixed Income Securities

Primary Market

There was a seven-year bond in this week's primary market that was undersubscribed by 63.73%. WAY increased from the last auction's 15.19% to 15.76%. The auction results are as depicted below:

Highest Bid /100	78.2165
Lowest Bid /100	69.1668
Minimum Successful Price/100	75.1212
Weighted Average Price for Successful Bids	76.4205
Weighted Average Yield to Maturity	15.7605
Weighted Average Coupon Yield	13.1902
Amount Offered Tshs (000,000)	35,000.00
Amount Tendered Tshs (000,000)	12,693.00
Undersubscribed (+) / Oversubscribed (-) Tshs (000,000)	22,307.00
Successful Amount Tshs (000,000)	8,693.00

Secondary Market

Bonds worth TZS 14 billion exchanged hands in the secondary market during the week with prices as indicated in the table below:

Tenor	Face Value (TZS)	Price/100
11.44% Ten-Year	9.0bn	97.1203
9.18% Five-Year	5.0bn	90.6776

Below are bonds on offer for secondary trading:

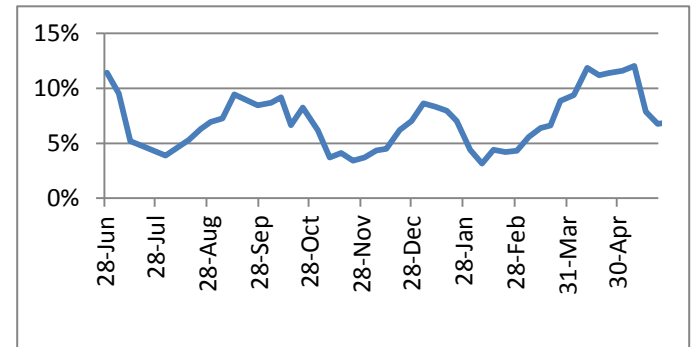
Issue Date(M/Y)	Maturity Date(M/Y)	Face Value	Tenor	Yield (ASK) %
2/2013	2/2015	1.75bn	2 year	13.65
11/2012	11/2019	1.0bn	5 year	14.10
4/2013	4/2018	3.0bn	5 year	14.65
11/2012	11/2019	1.16bn	7 year	14.70
11/2012	11/2019	3.0bn	7 year	14.70
11/2012	11/2019	4.0bn	7 year	14.50
3/2013	3/2020	3.0bn	7 year	15.30
5/2013	5/2023	0.05bn	10 year	15.00

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. The contents hereto are for information purposes only and all statements are therefore without any responsibility whatsoever on the part of Tanzania Securities limited.

Money Market

Interbank borrowing rate towards the end of this week was 9.48%, slightly higher than the 7.09% rate at the end of the week last week as depicted in the chart below:

Interbank Borrowing Rates (WAR)

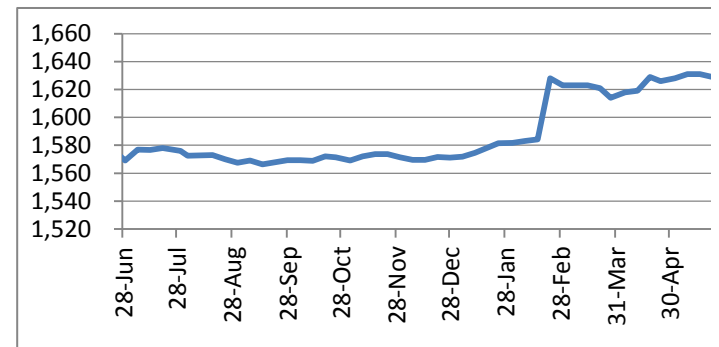


Source: BOT

C. Foreign Exchange

This week, the shilling gained against all major currencies as indicated in the chart and table below:

Foreign Exchange – TZS/USD



Source: BOT

Foreign Exchange Market – Four weeks trend

	07-Jun 2013	14-Jun 2013	21-Jun 2013	28-Jun 2013
TZS/USD	1,636.00	1,639.00	1,641.00	1,635.00
TZS/GBP	2,552.52	2,573.23	2,543.82	2,486.50
TZS/KES	19.28	19.17	19.13	19.00