



A. Equity

Market Performance

Weekly turnover stood at TZS 1,744 million, a +32.32% up compared to the previous week's performance where turnover was TZS 1,318 million. Activity levels also increased significantly where 5,681,619 shares were transacted during the week (+103.11%) in comparison to 2,797,480 shares traded the last week.

The DSEI gained from last week to settle at 1,594.07 (+0.74%). TSI index closed higher at 1,889.01 (+2.68%) compared with last week's, mainly driven by Swissport, TCC, DCB, NMB, CRDB, TOL and TBL.

The Banking segment Index settled 1,926.40 points (+4.41%) stronger than previous week due to gains made on the CRDB (+3.70%); NMB (+3.66%) and DCB (+2.50%) counters. Similarly, the Industrial & Allied Index ended the week at 2,039.70 points, slightly higher than last week supported by TBL, TCC, TOL and Swissport counters that gained to close the week at TZS 3,280; TZS 6,800; TZS 270 and TZS 2,180 respectively.

WEEKLY MARKET COMMENTARY

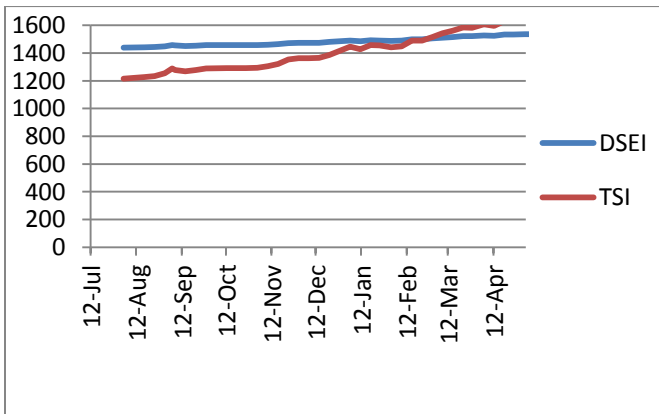
08th July – 12th 2013

Statistics – Equity

Total - Week Ending	July-05 2013	July-12 2013	% Change
Market			
Turnover in Million (Tshs)	1,318	1,744	+32.32%
Volume of Shares in '000	2,797	5,681	+103.11%
DSEI	1,582.43	1,594.07	+0.74%
TSI	1,839.78	1,889.01	+2.68%
Banks, Finance, & Services			
BI	1,844.97	1,926.40	+4.41%
Industrial and Allied			
IA	2,008.61	2,039.70	+1.55%

Source: DSE

Market Performance



Source: DSE and TSL Analysis

Outlook:

Despite the continued lack of supply in some counters such as TCC, TBL and NMB, we foresee continued improvement in activities in the coming week.

However, we remain pessimistic that the activities will remain moderate on the bourse with support from foreign investors on the bank counters.

The interbank money market rate continued with upward trend signals liquidity squeeze in the market.

Analyst:

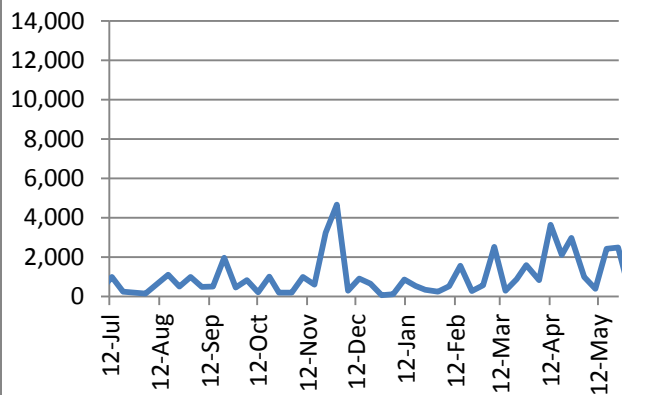
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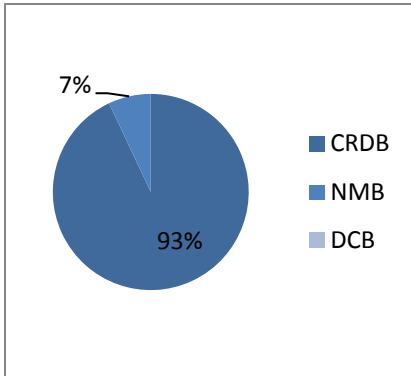
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Turnover (Tshs Mn) - 2012/13





Bank, Finance & Investment Sector (BI)



Banks accounted for 98% of the week's total volume traded and 95% of the market value.

CRDB was dominated by foreign participants during the week. 71% of the counters turnover was from foreign purchase. the counter traded

5,477,929 shares at a price of between TZS 275; TZS 280 and TZS 290.

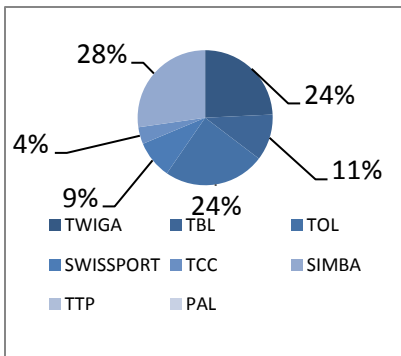
NMB transacted a volume of 67,739 at a price of between TZS 1,660; TZS 1,680 and TZS 1,700.

DCB activities dropped for the week by trading only 4,330 shares at TZS 410 per share.

Generally, the Banking sector recorded a significant turnover and activity during the week compared to the Industrial and Allied segment.

Industrial and Allied Sector (IA)

Industrial & Allied segment was illiquid this week in comparison to the previous week. The segment moved 2% of total market's activity and 5% of the total turnover.



TOL was the most active counter among the Industrial and Allied sector this week. The counter traded 99,946 shares at a price of TZS 270 per share. Simba followed with 123,691 shares being transacted at TZS 2,380 lower than last week's price of TZS

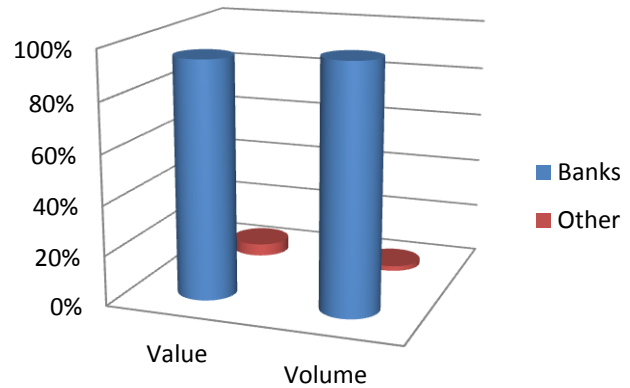
2,400. TCC maintained local support to close the week at TZS 6,800 per share, moving a volume of 620 shares.

9,975 shares of Twiga exchanged hands at a price of TZS 2,660. Swissport moved 4,527 shares at TZS 2,180 higher than 2,040 of last week.

TBL counter moved 3,862 shares at a price of between TZS 3,260 and TZS 3,280.

There were no activities in the Precision Air Limited and TTP counters.

% Share of the Market's activity



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	05.07.2013	12.07.2013	%Changes
DCB	400.00	410.00	+2.50%
NMB	1,640.00	1,700.00	+3.66%
CRDB	270.00	280.00	+3.70%

Source: DSE and TSL Analysis

IA Share Prices (in TZS):

Counter	05.07.2013	12.07.2013	% Changes
TOL	260.00	270.00	+3.85%
TBL	3,260.00	3,280.00	+0.61%
TTP	600.00	600.00	0.00%
PAL	460.00	460.00	0.00%
TCC	6,500.00	6,800.00	+4.62%
SIMBA	2,400.00	2,380.00	-0.83%
TWIGA	2,660.00	2,660.00	0.00%
SWISSPORT	2,040.00	2,180.00	+6.86%

Source: DSE and TSL Analysis



B. Fixed Income Securities

Primary Market

The 10-year Treasury bond auction which was to happen on Wednesday, this week was cancelled.

Secondary Market

Treasury bond worth TZS 11.28 billion exchanged hands in the secondary market during the week with price as indicated in the table below:

Tenor	Face Value (TZS)	Price/100
9.18% Five-Year	11.28bn	81.1200-86.7200

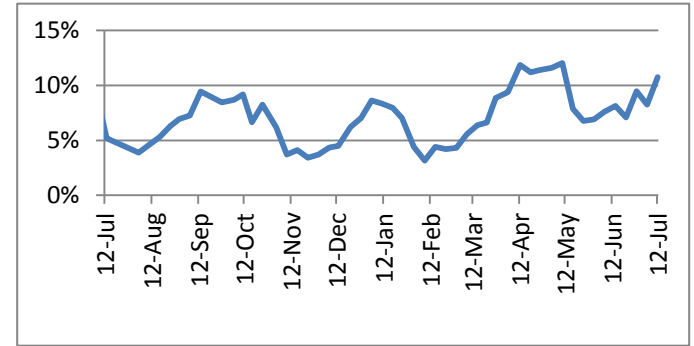
Below are bonds on offer for secondary trading:

Issue Date(M/Y)	Maturity Date(M/Y)	Face Value	Tenor	Yield (ASK) %
2/2013	2/2015	1.75bn	2 year	14.00
11/2012	11/2017	1.0bn	5 year	14.80
4/2013	4/2018	2.0bn	5 year	14.55
11/2012	11/2019	1.16bn	7 year	15.00
11/2012	11/2019	3.0bn	7 year	15.00
11/2012	11/2019	4.0bn	7 year	14.90
3/2013	3/2020	3.0bn	7 year	15.10
5/2013	5/2023	0.05bn	10 year	15.10
5/2013	5/2023	3.0bn	10 year	15.00

Money Market

Interbank borrowing rate towards the end of this week was 10.76%, higher than the 8.26% rate at the end of last week as depicted in the chart below:

Interbank Borrowing Rates (WAR)

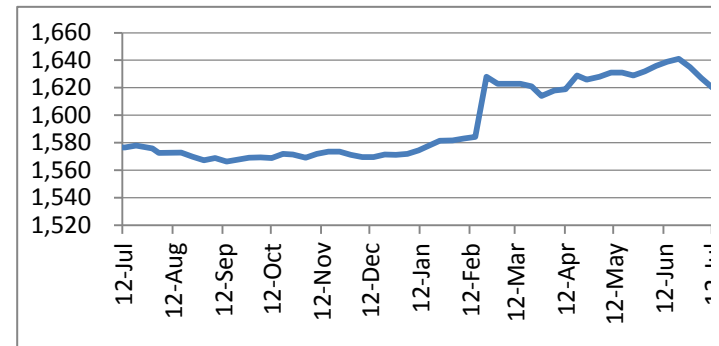


Source: BOT

C. Foreign Exchange

This week, the shilling gained against the USD while lost some ground against GBP and KES as indicated in the chart and table below:

Foreign Exchange – TZS/USD



Source: BOT

Foreign Exchange Market – Four weeks trend

	21-Jun 2013	28-Jun 2013	05-July 2013	12-July 2013
TZS/USD	1,641.00	1,635.00	1627.00	1620.00
TZS/GBP	2,543.82	2,486.50	2450.44	2459.92
TZS/KES	19.13	19.00	18.85	18.61

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.