



A. Equity

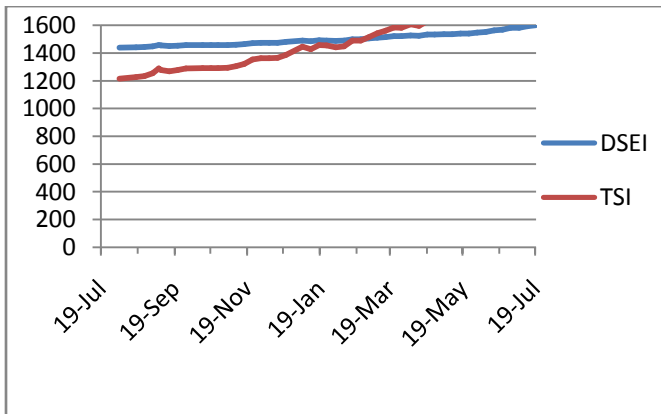
Market Performance

Weekly turnover stood at TZS 2,475 million, a +41.92% compared to the previous week's performance where turnover was TZS 1,744 million. Activity levels also increased significantly where 8,090,734 shares were transacted during the week (+42.40%) in comparison to 5,681,619 shares traded the last week.

The DSEI gained from last week to settle at 1,600.30 (+0.39%). TSI index closed higher at 1,951.34 (+3.30%) compared with last week's, mainly driven by CRDB and DCB counters that closed at TZS 300 and 420 respectively.

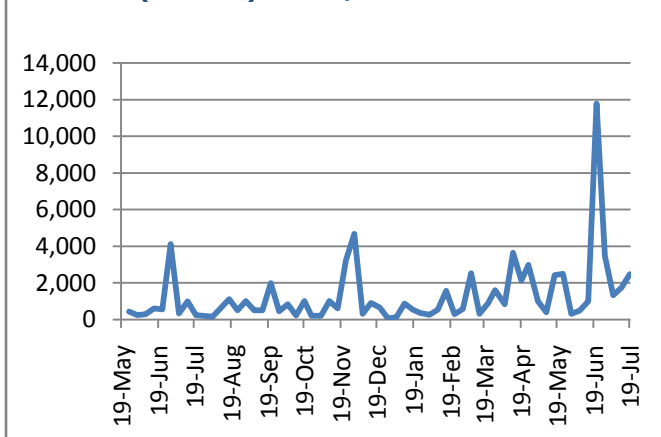
The Banking segment Index settled 1,994.97 points (+3.56%) stronger than previous week due to gains made on the CRDB (+7.14%); DCB (+2.44%) and NMB (+2.35%) counters. Similarly, the Industrial & Allied Index ended the week at 2,040.83 points (+0.06), slightly higher than last week supported by Swissport and Simba counters that gained to close the week at TZS 2200 and 2400 respectively.

Market Performance



Source: DSE and TSL Analysis

Turnover (Tshs Mn) - 2012/13



WEEKLY MARKET COMMENTARY

15th July – 19th 2013

Statistics – Equity

Total - Week Ending	July-12 2013	July-19 2013	% Change
Market			
Turnover in Million (Tshs)	1,744	2,475	+41.92%
Volume of Shares in '000	5,681	8,090	+42.40%
DSEI	1,594.07	1,600.30	+0.39%
TSI	1,889.01	1,951.34	+3.30%
Banks, Finance, & Services			
BI	1,926.40	1,994.97	+3.56%
Industrial and Allied			
IA	2,039.70	2,040.83	+0.06%

Source: DSE

Outlook:

This week's activity improved compared to the previous week, backed by the support from banking sector that accounted for 97% of the week's total turnover.

We anticipate moderate to high activity level in the coming week with dominance from banking sector as investors foresee a good Q2 2013 results.

Analyst:

Brenda Massay

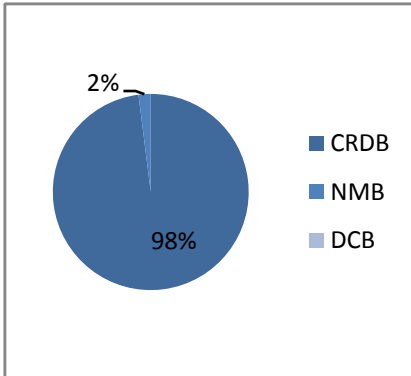
+255 22 211 2807

+255 688 137 580

brenda@tanzaniasecurities.co.tz



Bank, Finance & Investment Sector (BI)



Banks accounted for 99% of the week's total volume traded and 97% of the market value.

CRDB was not dominated by foreign participants during the week as compared to the previous week. 49% of the counters turnover was from

foreign purchase. the counter traded 8,010,035 shares at a price of TZS 280; TZS 295 and TZS 300.

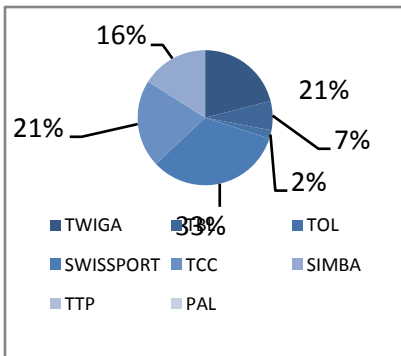
NMB transacted a volume of 24,200 at a price of TZS 1,700; TZS 1,720 and TZS 1,740.

DCB activities dropped for the week by trading only 22,906 shares at a price of TZS 410; TZS 415 and TZS 420 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 3% of total market's activity and 1% of the total turnover.



Swissport was the most active counter among the Industrial and Allied sector this week. The counter traded 12,100 shares at a price of TZS 2200 per share. Twiga followed with 6,485 shares being transacted at TZS 2,660. TCC maintained local support to close

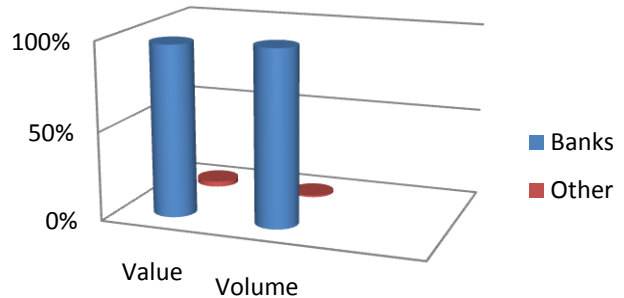
the week at TZS 6,800 per share, moving a volume of 2500 shares.

5350 shares of Simba exchanged hands at a price of between TZS 2,400. TBL moved 4,527 shares at TZS 3,280 .

TOL counter moved 3,862 shares at a price of TZS 270.

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	12.07.2013	19.07.2013	%Changes
DCB	410.00	420.00	+2.44%
NMB	1,700.00	1,740.00	+2.35%
CRDB	280.00	300	+7.14%

Source: DSE and TSL Analysis

IA Share Prices (in TZS):

Counter	12.07.2013	19.07.2013	% Changes
TOL	270.00	270.00	0.00%
TBL	3,280.00	3,280.00	0.00%
TTP	600.00	600.00	0.00%
PAL	460.00	460.00	0.00%
TCC	6,800.00	6,800.00	0.00%
SIMBA	2,380.00	2,400.00	+0.84%
TWIGA	2,660.00	2,660.00	0.00%
SWISSPORT	2,180.00	2,200.00	+0.92%

Source: DSE and TSL Analysis



B. Fixed Income Securities

Primary Market

This week the Government through BOT auctioned Treasury bills worth Tshs.135 billion. The auction results show an oversubscription by Tshs.51 billion. Yields for the 91-days, and 364-days went up except the 182-days which eased down. There were no bids on the 35-day tenor.

The auction result is as depicted in the table below;

	35 Days	91 Days	182 Days	364 Days
Minimum Successful Price/100	0.00	96.86	93.00	87.91
Weighted Average Price (WAP) for successful Bid	0.00	96.95	93.19	87.00
Weighted Average Yield (WAY) % per Annum	0.00	12.60	14.65	14.99
Amount Offered TZS (000,000)	5,000	35,000	45,000	50,000
Total Tendered TZS (000,000)	0.00	6000.00	10861.30	28100.00
Undersubscribed(+) Oversubscribed(-) TZS(000,000)	0.00	29,000	34,138.7	21,900.0
Successful Bids TZS(000,000)	0.00	6,000.0	10,861.3	6,000.0

Secondary Market

Bonds worth TZS 5 billion exchanged hands in the secondary market during the week with prices as indicated in the table below:

Tenor	Face Value (TZS)	Price/100
9.18% Five-Year	5bn	83.200

Below are bonds on offer for secondary trading:

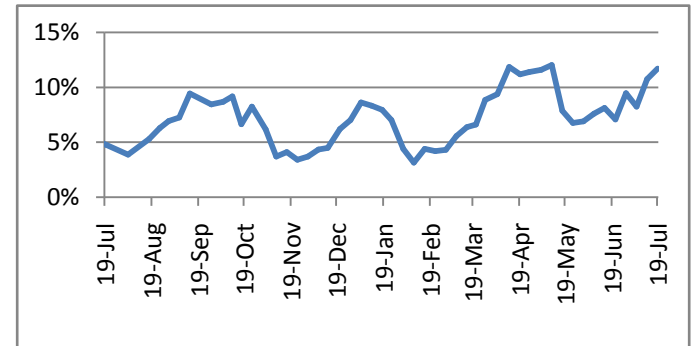
Issue Date(M/Y)	Maturity Date(M/Y)	Face Value	Tenor	Yield (ASK) %
2/2013	2/2015	1.75bn	2 year	14.00
11/2012	11/2017	1.0bn	5 year	14.80
4/2013	4/2018	2.0bn	5 year	14.60
11/2012	11/2019	1.16bn	7 year	15.00
11/2012	11/2019	3.0bn	7 year	15.00
11/2012	11/2019	4.0bn	7 year	14.90
3/2013	3/2020	3.0bn	7 year	15.15
5/2013	5/2023	0.05bn	10 year	15.10
5/2013	5/2023	3.0bn	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 11.72%, higher than the 10.76% rate at the end of last week as depicted in the chart below:

Interbank Borrowing Rates (WAR)

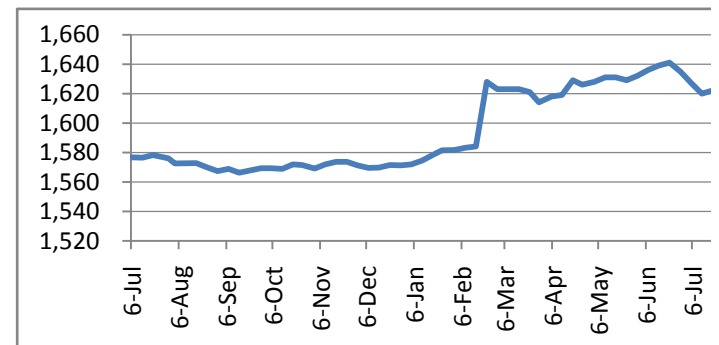


Source: BOT

C. Foreign Exchange

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

Foreign Exchange – TZS/USD



Source: BOT

Foreign Exchange Market – Four weeks trend

	28-Jun 2013	05-July 2013	12-July 2013	19-July 2013
TZS/USD	1,635.00	1627.00	1620.00	1622.00
TZS/GBP	2,486.50	2450.44	2459.92	2472.00
TZS/KES	19.00	18.85	18.61	18.63