



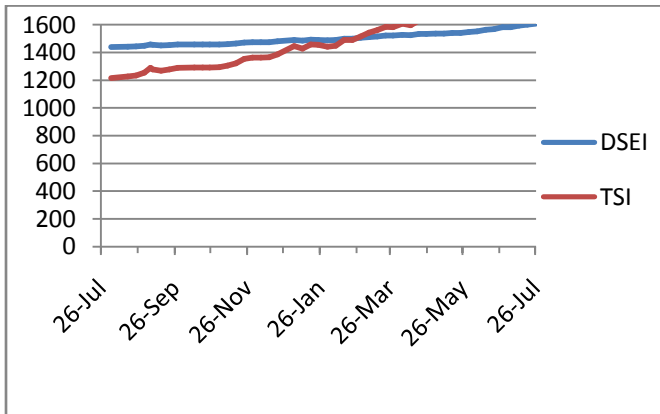
A. Equity

Market Performance

Week-on-week turnover jumped from TZS 2,475 million to TZS 11,372 million (+359.47%). Shares traded rose to 34,679,010 shares (+328.66%) from 8,090,834 shares last week. The week's increase in turnover and activity was mainly supported by CRDB which accounted 99% of the market turnover and 99% of the week's activity. Indices continued with the recovery and rally with modest gains for both the DSEI and the TSI. The DSEI closed 0.45% higher at 1,607.57 points while the TSI ended the week at 1,946.08 points (+1.60%).

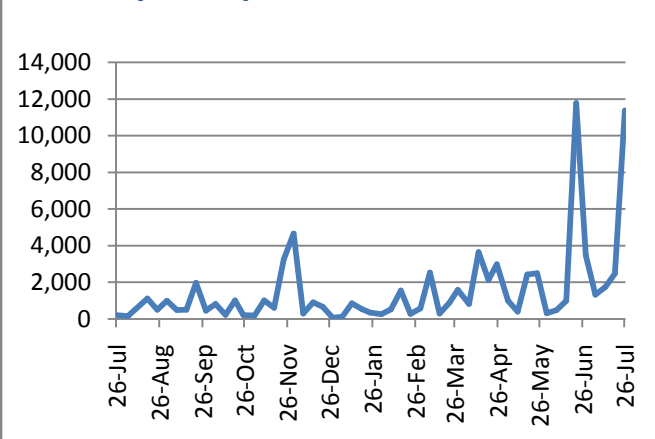
The Banking segment Index strengthened due to price rise in DCB and CRDB to settle at 2,037.55 points, 2.13% up from 1,994.97 points at close of week last week. The Industrial & Allied Index strengthened to 2,047.40 points from last week's 2,040.83 points (+0.32%).

Market Performance



Source: DSE and TSL Analysis

Turnover (Tshs Mn) - 2012/13



WEEKLY MARKET COMMENTARY

22nd July – 26th 2013

Statistics – Equity

Total - Week Ending	July-19 2013	July-26 2013	% Change
Market			
Turnover in Million (Tshs)	2,475	11,372	+359.47%
Volume of Shares in '000	8,090	34,679	+328.66%
DSEI	1,600.30	1,607.57	+0.45%
TSI	1,915.34	1,946.08	+1.60%
Banks, Finance, & Services			
BI	1,994.97	2,037.55	+2.13%
Industrial and Allied			
IA	2,040.83	2,047.40	+0.32%

Source: DSE

Outlook:

The bourse experienced high level during the week, depicting 359.47% increase in turnover compared to the previous week. The upward swing in activities was due to the support from the banking segment that continue to attract both foreign and local investors.

We anticipate a similar trend in the coming week backed by the support from foreign investors.

The interbank borrowing rate lowered to 10.00% compared to 11.76% in the previous week indicating improvement in liquidity among commercial banks

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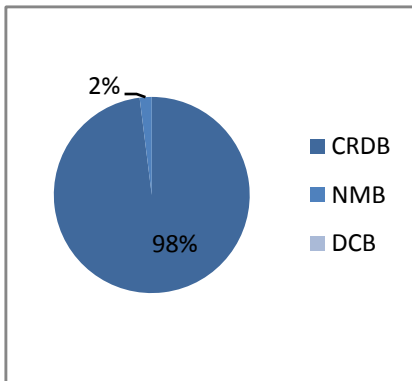
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Bank, Finance & Investment Sector (BI)

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



CRDB was dominated by local investors than foreign participants during the week. 49% of the counters turnover was from foreign purchase. The counter traded 34,540,225 shares at a price of TZS 300;

TZS 320 and TZS 325.

NMB transacted a volume of 48,906 at a price of TZS 1,720 and TZS 1,740.

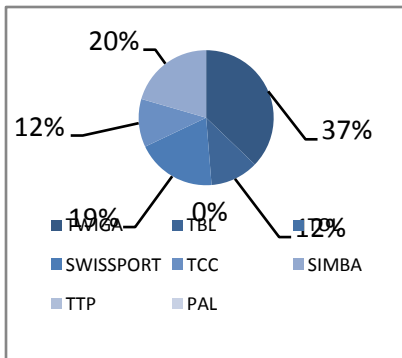
DCB activities rose for the week by trading 58,540 shares at a price of TZS 435 and TZS 450 per share.

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)

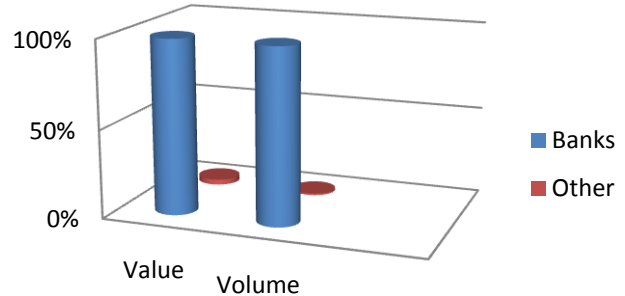
Industrial & Allied segment was illiquid this week in comparison to the previous week. The segment moved 1% of total market's activity and 1% of the total turnover.

Simba was the most active counter among the Industrial and Allied sector this week. Simba counter traded 13,100 shares at a price of TZS 2400 per share. Twiga followed with 9,005 shares being transacted at a price TZS 2,660 and TZS 2,700 per share. Swissport followed to close the week at TZS 2,220 per share, moving a volume of 5,484 shares.



5350 shares of TCC exchanged hands at a price of TZS 6,800. TBL moved 2,300 shares at TZS 3,280, while TOL counter moved 400 shares at a price of TZS 275. 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	19.07.2013	25.07.2013	%Changes
DCB	420.00	450.00	+7.14%
NMB	1,740.00	1,740.00	0.00%
CRDB	300.00	325.00	+8.33%

Source: DSE and TSL Analysis

IA Share Prices (in TZS):

Counter	19.07.2013	25.07.2013	% Changes
TOL	270.00	275.00	+1.85%
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	2,400.00	2,400.00	0.00%
TWIGA	2,660.00	2,700.00	+1.50%
SWISSPORT	2,220.00	2,220.00	0.00%

Source: DSE and TSL Analysis



B. Fixed Income Securities

Primary Market

There was a 2-year Treasury Bonds market during the week. The Government intended to raise TZS 55 billion. They received bids amounting TZS 60.67 billion. WAYT increased slightly from 14.3036% in the last auction [29th May 2013] to 14.8162%.

The auction result is as depicted in the table below;

Highest Bid /100	88.7658
Lowest Bid /100	85.7050
Minimum Successful Price/100	87.0000
Weighted Average Price for Successful Bids	88.2251
Weighted Average Yield to Maturity	14.8162
Weighted Average Coupon Yield	8.8637
Amount Offered Tshs (000,000)	55,000.00
Amount Tendered Tshs (000,000)	60,672.80
Undersubscribed (+) / Oversubscribed (-) Tshs (000,000)	5,672.80
Successful Amount Tshs (000,000)	45,072.80

Secondary Market

Bonds worth TZS 6.32 billion exchanged hands in the secondary market during the week with prices as indicated in the table below:

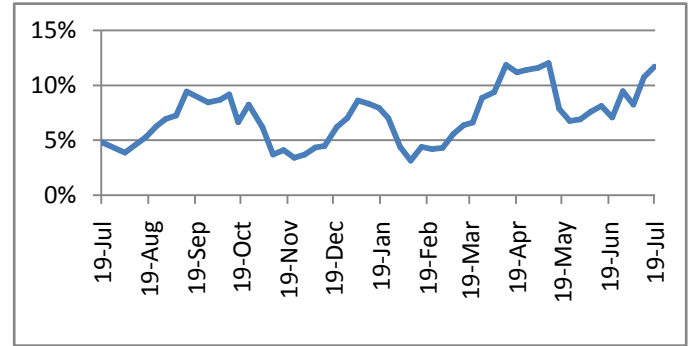
Tenor	Face Value (TZS)	Price/100
9.18% Five-Year	6bn	87.7800-87.4700
9.18% Five-Year	0.32bn	85.8513

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 10.00%, lower than the 11.72% rate at the end of last week as depicted in the chart below:

Interbank Borrowing Rates (WAR)

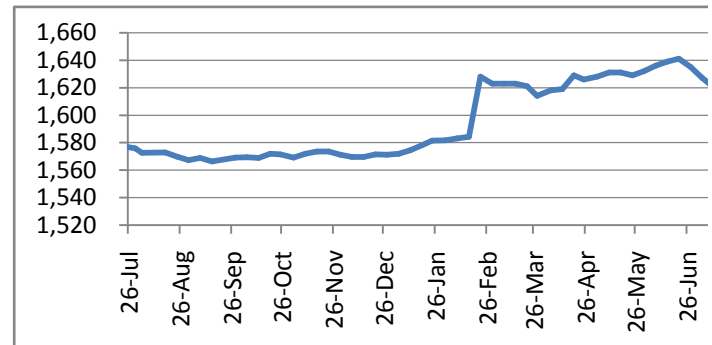


Source: BOT

C. Foreign Exchange

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

Foreign Exchange – TZS/USD



Source: BOT

Foreign Exchange Market – Four weeks trend

	05-July 2013	12-July 2013	19-July 2013	26-July
TZS/USD	1627.00	1620.00	1622.00	1622.00
TZS/GBP	2450.44	2459.92	2472.00	2496.25
TZS/KES	18.85	18.61	18.63	18.54