



A. Equity Market Performance

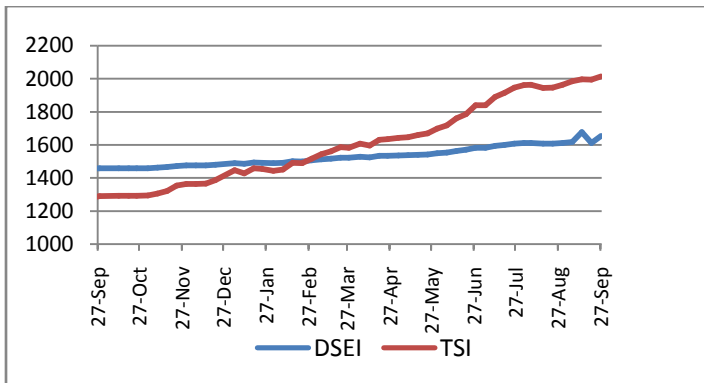
Turnover and activity level were northbound in the week. Both turnover and activity were significantly stronger with week-on-week turnover improving to TZS 1,604 million (+239.8% up) as shares traded increased by 289% to 4,085,958 compared to the previous week's turnover of TZS 472 million obtained from 1,050,191 shares transacted.

Indices were also in the green with the DSEI settling at 1,653.32 (+2.57%) whereas the TSI closed at 2,012.91 (+0.91%).

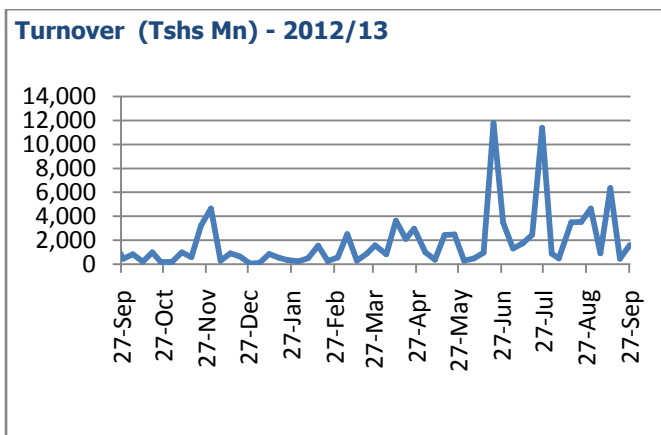
Foreign investors' participation during the week decreased significantly to 0.2% of the total turnover compared to 12% recorded the previous week.

The Banking segment Index strengthened by +1.3% to close the week at 2,019.98 points supported by the gains made on the CRDB and NMB counters of +0.84% and +1.06% respectively. The Industrial & Allied Index improved to close the week at 2,213.04 points buoyed by TCC, TBL, Simba and Swissport counters.

Market Performance



Source: DSE and TSL Analysis



WEEKLY MARKET COMMENTARY

23rd Sept – 27th Sept 2013

Statistics – Equity

Total - Week Ending	Sep-20 2013	Sept-27 2013	% Change
Market			
Turnover in Million (TZS)	472	1,604	+239.8%
Volume of Shares in '000	1,050	4,085	+289.0%
DSEI	1,611.85	1,653.32	+2.57%
TSI	1,994.80	2,012.91	+0.91%
Banks, Finance, & Services BI			
	1,993.56	2,019.98	+1.3%
Industrial and Allied IA			
	2,200.07	2,213.04	+0.59%

Source: DSE

Outlook:

The bourse recorded a jump in both turnover and activities during the week with the banking sector dominating the trading activities. The improvement in activities was driven by investors' positive sentiments on performance of equities such as CRDB and NMB.

We anticipate moderate to high activities in the coming week. Foreign investors' participation is set to increase particularly on the banking segment whose foreign investors' shareholding is still below 60%- thus proving room for more foreign buys.

This week's Treasury bills auction results saw an oversubscription of TZS 82 billion above the targeted TZS 145 billion amid favourable liquidity in the economy.

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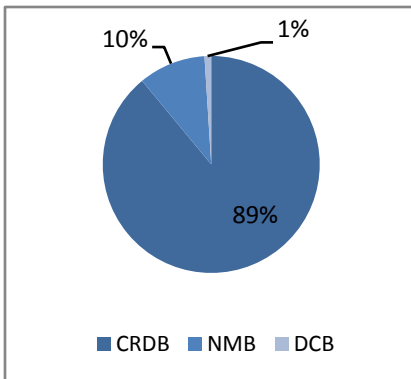
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Bank, Finance & Investment Sector (BI)

The banking segment moved a larger amount volume of shares and turnover during the week compared to the Industrial and Allied sector. Banks accounted for 97% of the week's total volume traded and 73% of the market value.



CRDB was dominated by local investors during the week.

There was no foreign investors participation in the CRDB counter this week. The counter traded 3,864,436 shares at a price of TZS 265 and TZS 270 per share

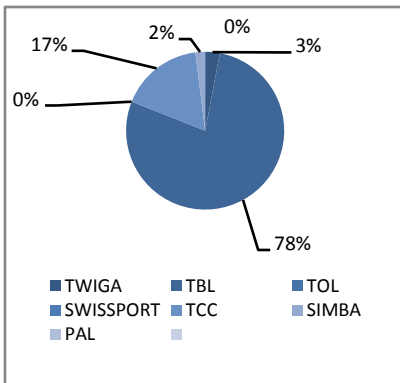
NMB counter transacted 61,362 shares at a price of TZS 1,880 and TZS 1,900

DCB activities increased during the week compared to the previous week by trading of 29,056 shares at a price of TZS 490 and TZS 495 per share.

Generally, the Banking segment recorded a higher turnover and activity during the week compared to the previous week.

Industrial and Allied Sector (IA)

Industrial & Allied segment was illiquid this week compared to the previous week. The segment moved 3% of total market's activity and 27% of the total turnover.



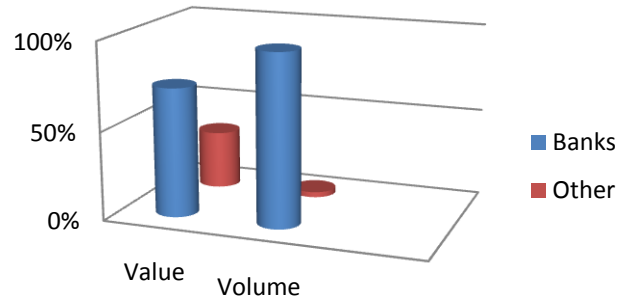
TBL was the most active counter among the Industrial and Allied sector. TBL counter traded 107,900 shares at a price of TZS 3,760 and TZS 3,780 per share.

TCC followed with 12,750 shares being transacted at a price of TZS 7,100 and TZS 7,200 per share. Twiga closed the week at TZS 2,700 per share, moving a volume of 3,004 shares.

3,600 shares of Simba were moved at a price of TZS 2,380 while Swissport moved 400 shares at a price of TZS 2,400. TATEPA counter moved 200 shares at a price of 650.

There were no activities on the TOL and PAL counters

% Share of the Market's activity



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	20.09.2013	27.09.2013	%Changes
DCB	495.00	490.00	-1.02%
NMB	1,880.00	1,900.00	+1.06%
CRDB	265.00	270.00	+1.84%

Source: DSE and TSL Analysis

IA Share Prices (in TZS):

Counter	20.09.2013	27.09.2013	% Changes
TOL	305.00	305.00	0.00%
TBL	3,760.00	3,780.00	+0.53%
TTP	650.00	650.00	0.00%
PAL	475.00	475.00	0.00%
TCC	7,100.00	7,200.00	+1.41%
SIMBA	2,360.00	2,380.00	+0.85%
TWIGA	2,700.00	2,700.00	0.00%
SWISSPORT	2,320.00	2,400.00	+3.45%

Source: DSE and TSL Analysis



B. Fixed Income Securities

Primary Market

This week's Treasury bills auction experienced oversubscription of TZS 82 billion. The Government offered TZS 145 billion but ended up accepting only TZS 130.90 billion out of TZS 227.37 billion tendered. Yields on Treasury bills increased in all maturities in comparison to the previous auction.

The auction result is as depicted in the table below;

	35 Days	91 Days	182 Days	364 Days
Minimum Successful Price/100	99.38	96.59	92.48	86.05
Weighted Average Price (WAP) for successful Bid	99.38	96.67	92.67	86.27
Weighted Average Yield (WAY) % per Annum	6.51	13.84	15.86	15.96
Amount Offered TZS (000,000)	5,000	40,000	45,000	55,000
Total Tendered TZS (000,000)	3,500.00	37,909.74	76,114.09	109,851.10
Undersubscribed(+) Oversubscribed(-) TZS(000,000)	1,500.00	2,090.26	-31,114.1	-82,374.89
Successful Bids TZS(000,000)	3,000.00	21,409.74	62,474.09	44,020.16

Secondary Market

During the week, a 10 year, 11.44% Treasury Bond worth TZS 12 billion exchanged hands in the secondary market in two deals at prices of 84.6499/100 and 86.0759/100.

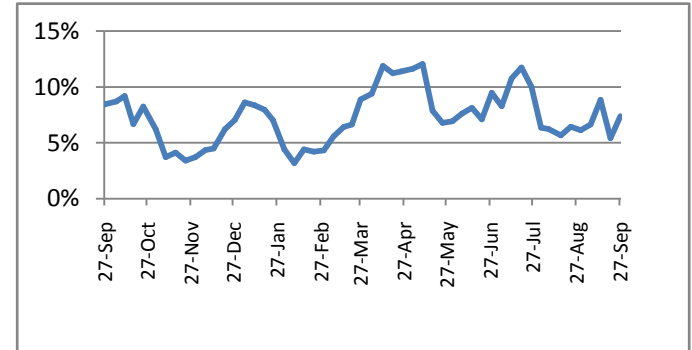
About the Weekly Update report:

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 (WAR) towards the end of this week rose to 7.37%, higher than the 5.50% recorded in the previous week as depicted in the chart below:

Interbank Borrowing Rates (WAR)

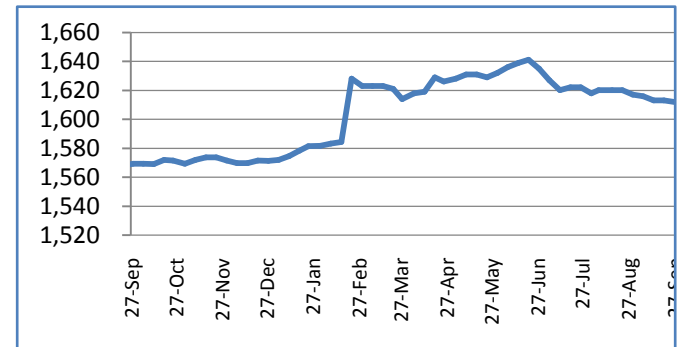


Source: BOT

C. Foreign Exchange

This week, the shilling remained stable against the USD as indicated in the chart and table below:

Foreign Exchange – TZS/USD



Source: BOT

Foreign Exchange Market – Four weeks trend

	06-Aug 2013	13-Sep 2013	20-Sep 2013	27-Sep 2013
TZS/USD	1,616.00	1,613.00	1,613.00	1,612.00
TZS/GBP	2,522.75	2,550.19	2,589.72	2,590.50
TZS/KES	18.49	18.43	18.48	18.43