



A. Equity

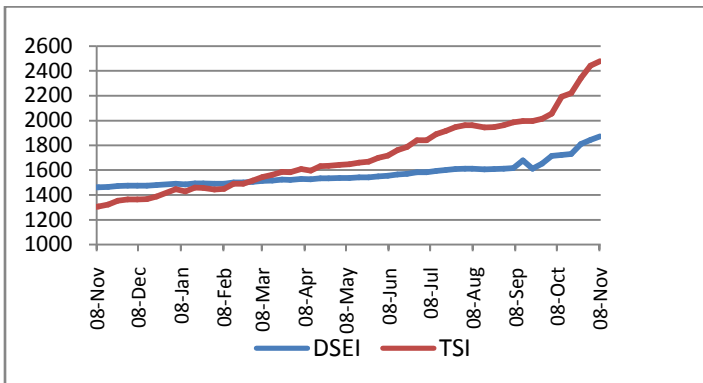
Market Performance

Activity in the market declined further this week. Week-on-week turnover slipped to TZS 1,397 mln (-43.78%) from last week's TZS 2,485 mln. Activity levels also slowed to 1,182,582 shares, a decline of 83.35% compared to last week's performance where 7,099,569 shares exchanged hands. Foreign investors generated TZS 129.06 mln during the week from the purchase of 16,400 NMB shares and 308,117 CRDB shares.

Indices continued with the recovery and rally with modest gains for both DSEI and the TSI. The DSEI closed 1.55% higher at 1,870.52 points while the TSI ended the week at 2,477.91 points (+1.45%).

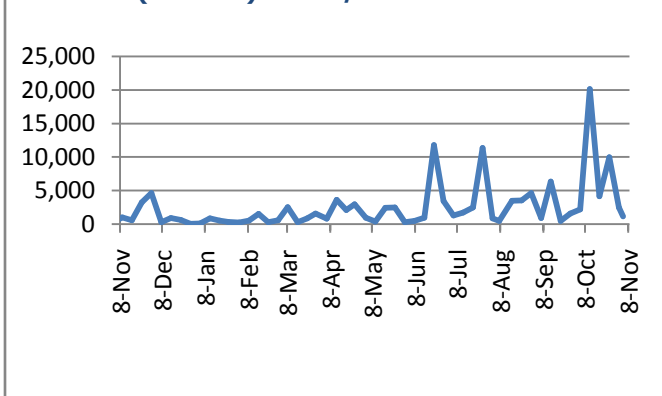
The Banking segment Index settled 2,424.28 points (+1.76%) stronger than previous week due to gains made on the CRDB counter (+5.36%). The Industrial & Allied Index strengthened to 2,792.32 points (+1.35%) buoyed by TBL and TCC counters that gained TZS 40 and TZS 300 to TZS 5,540 and TZS 8,600 per share respectively.

Market Performance



Source: DSE and TSL Analysis

Turnover (Tshs Mn) - 2012/13



WEEKLY MARKET COMMENTARY

04th Nov – 08th Nov 2013

Statistics – Equity

Total - Week Ending	Nov-01 2013	Nov-08 2013	% Change
Market			
Turnover in Million (TZS)	2,485	1,397	-43.78%
Volume of Shares in '000	7,099	1,182	-83.35%
DSEI	1,841.92	1,870.52	+1.55%
TSI	2,442.49	2,477.91	+1.45%
Banks, Finance, & Services			
BI	2,382.29	2,424.28	+1.76%
Industrial and Allied			
IA	2,755.25	2,792.32	+1.35%

Source: DSE

Outlook:

Activities were low during the week owing to the limited supply on the IA counters and low activities on the banks counters.

This week, CRDB bank released their Q3 financial results which indicate a 3.65% jump in pre-tax profit to TZS. 30.12 billion compared to the previous quarter. Looking forward, we anticipate improvement on the supply side, particularly on the IA counters and more activities from foreign investors on the CRDB and NMB counters.

The improvement in liquidity in the economy saw the Treasury Bills auctioned this week achieving a great oversubscription of 93.5% despite the fall in yields.

We anticipate a favourable results on a 13.5%, 15 year Treasury Bond auction that the Central Bank is expecting to conduct for the 1st time in the coming week.

Analyst:

Brenda Massay

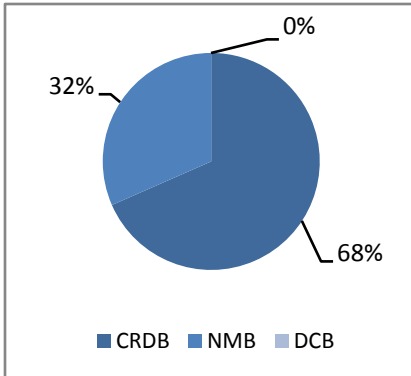
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Bank, Finance & Investment Sector (BI)



This week the Banking segment's activities were higher but turnover was lower compared to the Industrial and Allied sector. The sector moved 30% of the market turnover and 87% of the total volume exchanged hands

during the week. CRDB counter ended the week at TZS 295 per share, moving a volume of 935,596 shares.

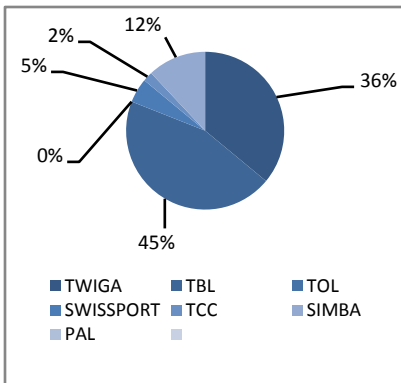
NMB counter transacted 51,433 shares at a price of TZS 2,420.

DCB counter's activities were higher compared to the previous week. The bank moved 40,00 at TZS 490 per share.

Industrial and Allied Sector (IA)

Industrial & Allied segment was illiquid this week compared to the previous week.

TCC was the most active counter among the Industrial and Allied segments. The counter maintained local support to transact 101,900 shares at price of TZS 8,600 per share

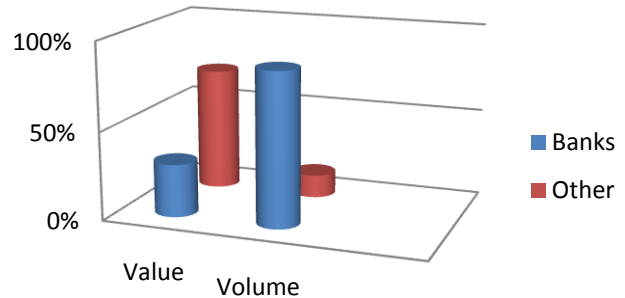


TOL ended the week at TZS 310 per share. 17,450 shares were traded on the counter.

Twiga closed the week at TZS 2,680 per share, moving a volume of 16,381 shares.

9,350 shares of Simba exchanged hands at a price of TZS 2,340, while Swissport moved 3,028 shares at a price of TZS 2,660. TBL moved 7,44 shares at a price of TZS 5,520 and TZS 5,540. There were no activities on Tatepa and Precision counters.

% Share of the Market's activity



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	01.11.2013	08.11.2013	%Changes
DCB	490.00	490.00	0.00%
NMB	2,420.00	2,420.00	0.00%
CRDB	280.00	295.00	+5.36%

Source: DSE and TSL Analysis

IA Share Prices (in TZS):

Counter	01.11.2013	08.11.2013	% Changes
TOL	310.00	310.00	0.00%
TBL	5,500.00	5,540.00	+0.72%
TTP	650.00	650.00	0.00%
PAL	475.00	475.00	0.00%
TCC	8,300.00	8,600.00	+3.61%
SIMBA	2,340.00	2,340.00	0.00%
TWIGA	2,680.00	2,680.00	0.00%
SWISSPORT	2,660.00	2,660.00	0.00%

Source: DSE and TSL Analysis



B. Fixed Income Securities

Primary Market

This week the Government through BOT auctioned Treasury bills worth TZS 145 billion. The auction results show an oversubscription by TZS 135.53 billion. Yields for all maturities eased down. The Weighted Average Yield was 14.76%. 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	96.65	92.91	86.88
Weighted Average Price (WAP) for successful Bid	0.00	96.86	93.06	87.01
Weighted Average Yield (WAY) % per Annum	0.00	12.99	14.96	14.97
Amount Offered TZS (000,000)	5,000	30,000	55,000	55,000
Total Tendered TZS (000,000)	0.00	17,195.9	72,447.71	190,891.4
Undersubscribed(+) Oversubscribed(-) TZS(000,000)	0.00	12,804.10	17,447.71	135,891.4
Successful Bids TZS(000,000)	0.00	17,195.90	26,000.00	120,000.00

Secondary Market

Bonds worth TZS 7.0 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% 10- Year	0.5 bn	85.7800
11.44% 10-Year	0.5bn	87.4700
11.44% 10-Year	0.5bn	87.9000
10.08% 7-Year	3.0bn	79.4800
7.82% 2-year	2.5bn	96.6850

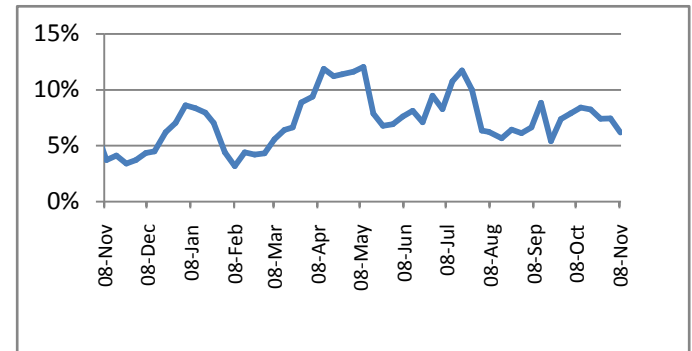
About the Weekly Update report:

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) declined at the end of this week from 7.44% recorded in the previous week to 6.18% as depicted in the chart below:

Interbank Borrowing Rates (WAR)

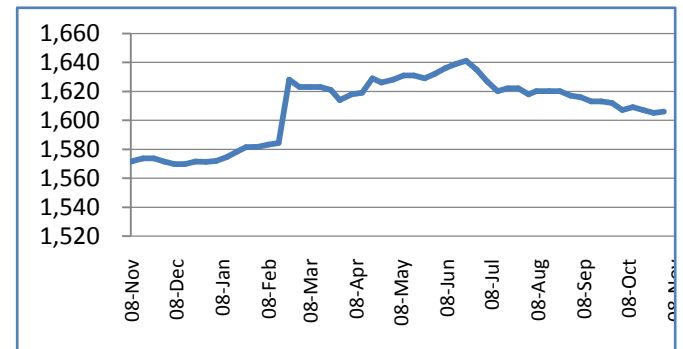


Source: BOT

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

	18-Oct 2013	25-Oct 2013	01-Nov 2013	08-Nov 2013
TZS/USD	1,607.00	1,605.00	1,606.00	1,606.00
TZS/GBP	2,598.21	2,606.69	2,576.05	2,585.39
TZS/KES	18.95	18.92	18.81	18.79