



A. Equity

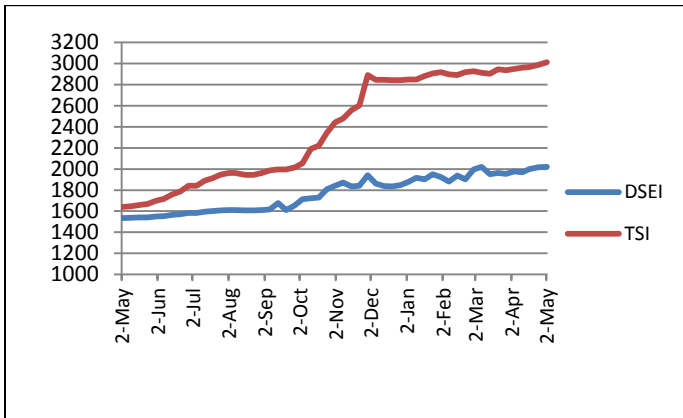
Market Performance

Activity in the market this week was quite lower in comparison to last week's trading. Week-on-week turnover declined to TZS 789 mln (-68.2%) from last week's TZS 2,482 mln. Activity levels slowed to 794,201 shares, a decline of 86.9% compared to last week's performance where 6,047,231 shares exchanged hands.

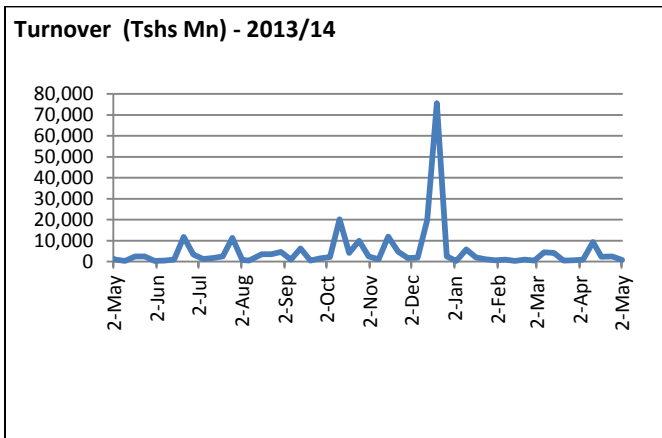
Both indices (DSEI and TSI) edged north. The DSEI increased by +0.19% points to close at 2,021.10 while the TSI edged up by 0.81% to settle at 3,012.36 points, mainly pulled up by NMB, TBL, and Simba counters that gained by +1.42%, +1.25, and +0.83% respectively.

The Banking segment Index settled 2,748.28 points (+0.94%) stronger than previous week due to gains made on the NMB (+1.42%) to TZS 2,860 per share. Similarly, the Industrial & Allied Index ended the week at 3,565.14 points, +0.77% higher than last week supported by TBL and Simba counters that gained to close the week at TZS 8,100 and TZS 2,420 respectively.

Market Performance



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

WEEKLY MARKET COMMENTARY

28th April 2014 – 02nd May 2014

Statistics – Equity

Total - Week Ending	April-25 2014	May-02 2014	% Change
Market			
Turnover in Million (TZS)	2,482	789	-68.2%
Volume of Shares in '000	6,047	794	-86.9%
DSEI	2,017.23	2,021.10	+0.19%
TSI	2,988.22	3,012.36	+0.81%
Banks, Finance & Services			
BI	2,722.56	2,748.28	+0.94%
Industrial and Allied			
IA	3,537.85	3,565.14	+0.77%

Source: DSE

Outlook:

The bourse experienced low activity this week despite the gains registered in some counters (NMB, TBL and SIMBA). We expect to see improvement in both turnover and activity levels in the coming week with investors taking position in some counters which are expected to have high growth, and which are more liquid.

This week's 15-year Treasury Bond was over subscribed by 37.05% indicating good investors' appetite on the long-term Government paper. We anticipate a similar/more turnout in the next week Treasury Bills auction.

Analyst:

Brenda Massay

+255 22 211 2807

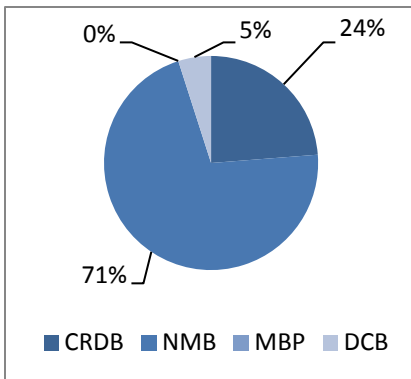
+255 688 137 580

brenda@tanzaniasecurities.co.tz



Bank, Finance & Investment Sector (BI)

This week the banking sector was less active than the previous week. The banking segment moved 98% of total market's activity and 89% of the total turnover.



During the week, CRDB moved a volume of 537,750 shares, lower than 5,774,129 shares that exchanged hands in the counter last week.

NMB counter transacted 175,471 shares at a prices of TZS 2,820; TZS 2,840 and closed the week at TZS 2,860 per share.

DCB had 67,381 shares that exchanged hands during the week at a price of TZS 480 per share.

There were no activities on the MBP counter during the week.

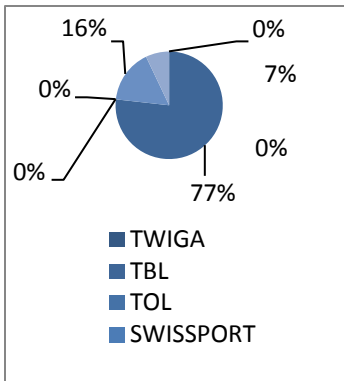
Industrial and Allied Sector (IA)

Industrial & Allied segment's turnover was 11% of the week's turnover. Volumes decreased compared to the previous week to record 2% of the total market activities

TBL counter was the most active in the Industrial and Allied segment this week. The counter ended the week up at TZS 8,100 per share by trading 8,892 shares.

Simba counter had 2,899 shares exchanged hands at prices of TZS 2,400 and TZS 2,420(which it closed the week at) per share.

TCC counter followed by transacting 1,497 shares at a price of TZS 10,000 per share.



TOL closed the week at a price similar to the previous week's TZS 400, transacting 138 shares.

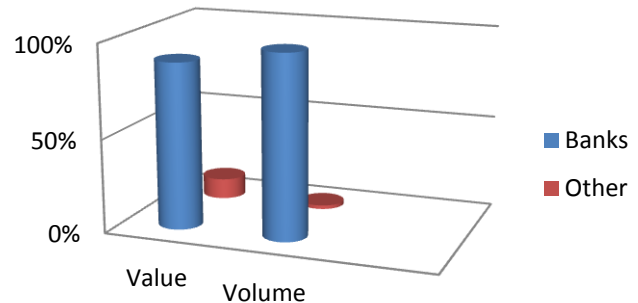
Twiga counter had 129 shares traded at TZS 2,460 per share.

Swissport counter had 44 shares that exchanged hands during the week.

Price per share remained unchanged from the previous week's TZS 2,700.

There were no activities on the PAL and TATEPA counters during the week.

% Share of the Market's activity



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	25.04.2014	02.05.2014	%Changes
DCB	480.00	480.00	0.00%
NMB	2,820.00	2,860.00	+1.42%
CRDB	310.00	310.00	0.00%
MBP	600.00	600.00	0.00%

Source: DSE and TSL Analysis

IA Share Prices (in TZS):

Counter	25.04.2014	02.05.2014	% Changes
TOL	400.00	400.00	0.00%
TBL	8,000.00	8,100.00	+1.25%
TTP	650.00	650.00	0.00%
PAL	475.00	475.00	0.00%
TCC	10,000.00	10,000.00	0.00%
SIMBA	2,400.00	2,420.00	+0.83%
TWIGA	2,460.00	2,460.00	0.00%
SWISSPORT	2,700.00	2,700.00	0.00%

Source: DSE and TSL Analysis



B. Fixed Income Securities

Primary Market

This week's 15-year Government bond was oversubscribed by 37.05%. Yield increased to 17.3275% compared to 16.9382% of the previous 15-year bond auction held on 19th February 2014.

The auction result is as depicted in the table below;

Highest Bid /100	85.0000
Lowest Bid /100	71.8428
Minimum Successful Price/100	78.0257
Weighted Average Price for Successful Bids	79.6649
Weighted Average Yield to Maturity	17.3275
Weighted Average Coupon Yield	16.9460
Amount Offered Tshs (000,000)	30,900.00
Amount Tendered Tshs (000,000)	42,349.90
Undersubscribed (+) / Oversubscribed (-) Tshs (000,000)	11,449.90
Successful Amount Tshs (000,000)	30,900.00

Secondary Market

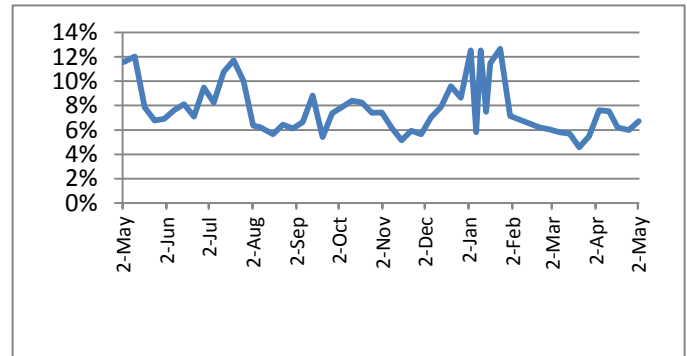
Treasury Bonds worth TZS 13.80 billion exchanged hands in the secondary market during the week with prices as indicated in the table below:

Tenor	Face Value (Tshs.)	Price/100
10.08% Seven-Year	7.30bln	82.1927-84.5500
10.08% Seven-Year	5.00bln	87.3970
9.18% Five-Year	1.50bln	80.6732

Money Market

Interbank borrowing rate towards the end of this week was 6.72%, higher than the 5.98% rate of the previous week's, as depicted in the chart below:

Interbank Borrowing Rates (WAR)

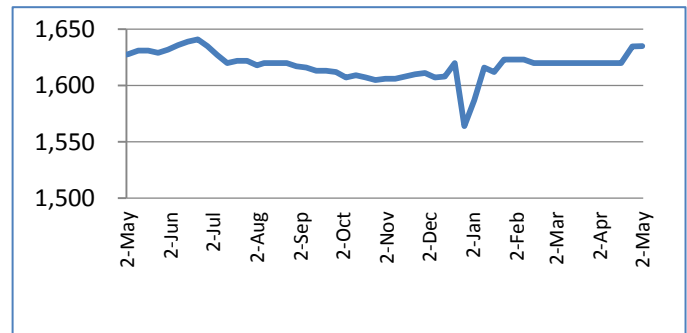


Source: BOT

C. Foreign Exchange

This week, the shilling lost ground further against the USD as indicated in the chart and table below:

Foreign Exchange – TZS/USD



Source: BOT

Foreign Exchange Market – Four weeks trend

	11-Apr 2014	17-Apr 2014	25-Apr 2014	02-May 2014
TZS/USD	1,620.00	1,620.00	1,634.79	1,635.00
TZS/GBP	2,732.50	2,732.50	2,742.02	2,756.85
TZS/KES	18.80	18.80	18.79	18.79

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.