



## A. Equity

### Market Performance

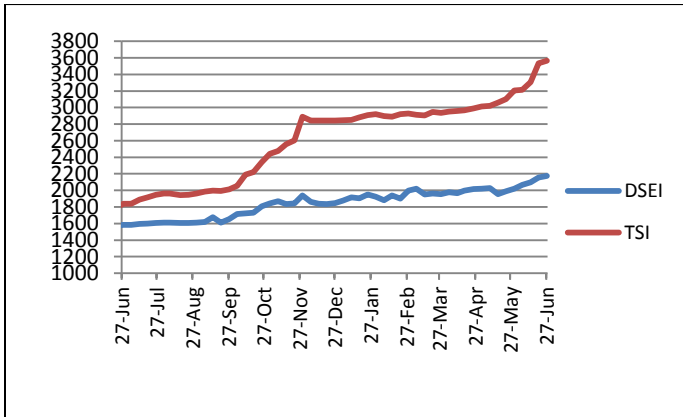
Turnover during the week was significant lower, -64.70% below last week's performance. Week on week turnover decreased to TZS 2,379 million from last week's TZS 6,740 million. Likewise, activity level decreased by -44.62%, compared to the volumes transacted last week. A total of 3,825,602 shares were transacted this week, down from 6,907,395 shares traded in the previous week.

Both Indices closed the week in green supported by TBL and TCC counters that gained to close the week at TZS 9,700 and TZS 11,200 per share respectively. The DSEI went up by 0.82% to close at 2,173.73 points while the TSI gained by 0.87% to settle at 3,564.00 points.

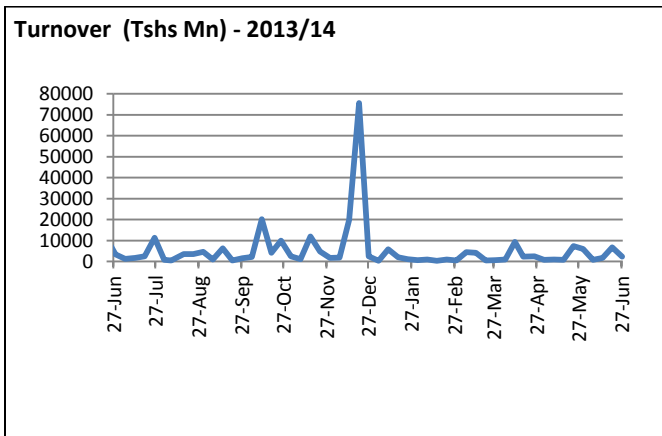
Foreign participation was mainly on the NMB and CRDB counters during the week.

The Banking segment Index remained stable at 3,509.21 points, while The Industrial & Allied Index strengthened to 4,071.10 points from last week's 4,012.64 points (+1.45%).

### Market Performance



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

## WEEKLY MARKET COMMENTARY

23th June 2014 – 27th June 2014

### Statistics – Equity

Total - Week Ending	June-20 2014	June-27 2014	% Change
<b>Market</b>			
Turnover in Million (TZS)	6,740	2,379	-64.70%
Volume of Shares in '000	6,907	3,825	-44.62%
DSEI	2,155.98	2,173.73	+0.82%
TSI	3,532.98	3,564.00	+0.87%
<b>Banks, Finance &amp; Services</b>			
BI	3,509.21	3,509.21	0.00%
<b>Industrial and Allied</b>			
IA	4,012.64	4,071.10	+1.45%

Source: DSE

### Outlook:

Looking ahead, we anticipate moderate activities in the coming week with a continued support from Bank Counters - mostly CRDB and NMB and few counters under IA segment.

This week Treasury Bond auction witnessed oversubscription despite the fall in WA-Yield. We foresee similar reflection in the coming auction albeit at a lower level due to the continued liquidity squeeze in the market.

### Analyst:

**Edmund Rwebugisa**

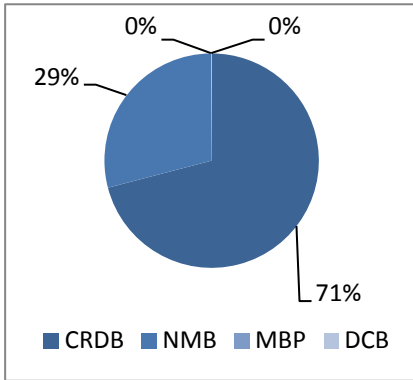
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## Bank, Finance & Investment Sector (BI)



This week the Banking segment was more liquid compared to the previous week. The segment contributed 68% of the total turnover and 97% of the market activity.

CRDB maintained its lead with a volume of 3,596,996 shares traded at prices of TZS

320.

NMB counter traded 115,576 shares at prices of TZS 4,000.

DCB's price remained flat at TZS 480, as the counter moved a volume of 4,042 shares.

There was no trade on the MBP counter this week.

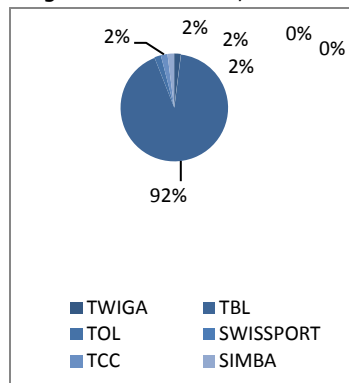
## Industrial and Allied Sector (IA)

The Industrial and Allied Segment dropped this week compared to the previous week. The segment contributed 3% of the total week's volume and 32% of the total week's turnover.

TBL was the most active counter on the Industrial and Allied segment this week. The counter traded 72,258 shares at prices of TZS 9,700(which was the closing price of the week).

TCC counter gained, closing the week at TZS 11,200 with 1,700 shares transacted.

Twiga counter had 6,810 shares that exchanged hands at a price of TZS 2,320 per share.



TOL counter traded 20,810 shares at a prices of TZS 495; and TZS 490.

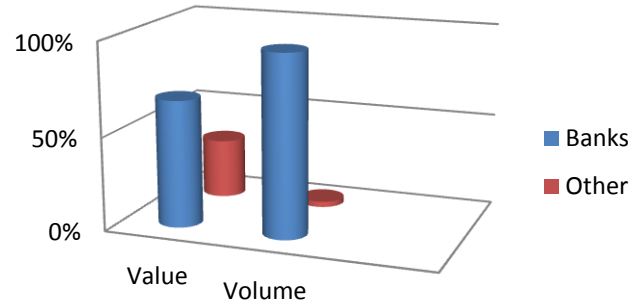
Simba counter traded 6,250 shares to close the week at TZS 2,400.

Swissport counter traded 1,160 shares at a price of

TZS 2,640

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

## % Share of the Market's activity



Source: DSE and TSL Analysis

## Banking Sector Share Prices (in TZS)

Counter	20.06.2014	27.06.2014	%Changes
DCB	480.00	480.00	0.00%
NMB	4,000.00	4,000.00	0.00%
CRDB	320.00	320.00	0.00%
MBP	600.00	600.00	0.00%

Source: DSE and TSL Analysis

## IA Share Prices (in TZS)

Counter	20.06.2014	27.06.2014	% Changes
TOL	495.00	490.00	-1.01%
TBL	9,500.00	9,700.00	+2.10%
TTP	650.00	650.00	0.00%
PAL	475.00	475.00	0.00%
TCC	10,020.00	11,200.00	+11.77%
SIMBA	2,400.00	2,400.00	+1.69%
TWIGA	2,380.00	2,320.00	-2.58%
SWISSPORT	2,660.00	2,640.00	-0.75%

Source: DSE and TSL Analysis



## B. Fixed Income Securities

### Primary Market

This week's 7-year Government bond was oversubscribed by 402.52%. Yield decreased to 15.1459% compared to 15.6899% of the previous 7-year bond auction held on 14th May 2014.

The auction result is as depicted in the table below;

Highest Bid /100	79.9000
Lowest Bid /100	70.0000
Minimum Successful Price/100	78.2090
Weighted Average Price for Successful Bids	78.5583
Weighted Average Yield to Maturity	15.1459
Weighted Average Coupon Yield	12.8312
Amount Offered Tshs (000,000)	10,700.00
Amount Tendered Tshs (000,000)	53,770.00
Undersubscribed (+) / Oversubscribed (-) Tshs (000,000)	43,070.00
Successful Amount Tshs (000,000)	10,700.00

### Secondary Market

Bonds worth TZS 12.2 billion exchanged hands during the week in the secondary market as depicted below:

Tenor	Face Value (Tshs.)	Price/100
10.08% Seven-Year	3.0bn	80.560
10.08% Seven-Year	2.2bn	78.620
10.08% Seven-Year	5.0bln	81.020
9.18% Five-Year	2.0bln	84.160

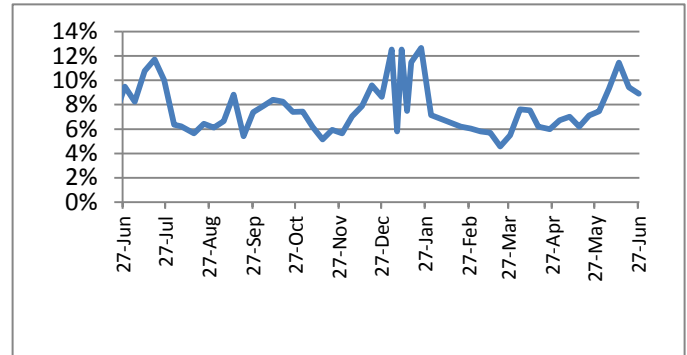
### About the Weekly Update report:

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) increased towards the end of the week to 11.23%, up from 10.03% recorded in the previous week as depicted in the chart below:

### Interbank Borrowing Rates (WAR)

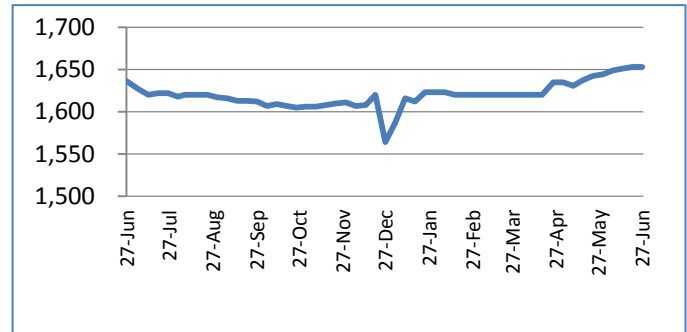


Source: BOT

## C. Foreign Exchange

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

### Foreign Exchange – TZS/USD



Source: BOT

### Foreign Exchange Market – Four weeks trend

	06-Jun 2014	13-Jun 2014	20-Jun 2014	27-Jun 2014
<b>TZS/USD</b>	1,644.91	1,651.06	1,653.08	1,653.02
<b>TZS/GBP</b>	2,761.83	2,779.63	2,815.85	2,813.95
<b>TZS/KES</b>	18.83	18.77	18.92	18.87