



A. Equity

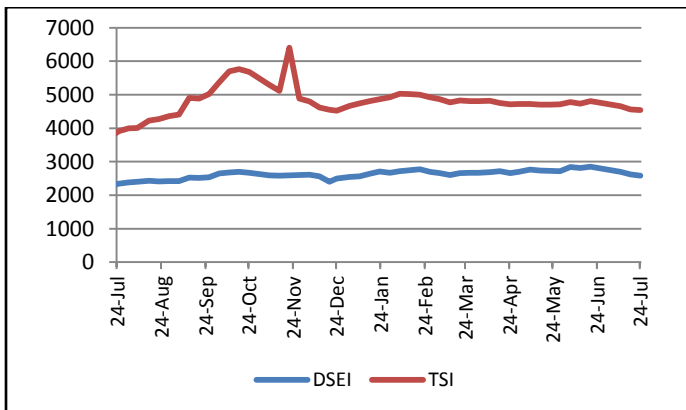
Market Performance

Turnover during the week was slightly lower; - 4.42% below last week's performance. Week-on-week turnover decreased to TZS 5,589.88 million from TZS 5,848.51 million. Likewise, activity levels fell by 65.41% compared to volumes transacted last week. A total of 2,991,953 shares were transacted from 8,648,974 shares traded in the previous week.

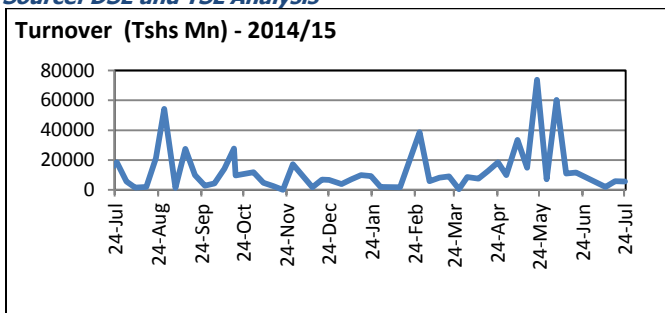
Both indices the DSEI and the TSI closed in red. The DSEI slumped by -1.55% to close at 2,581.71 points while the TSI decreased to 4,540.77 points (-0.50%); pulled down by loss on prices on the NMB, Simba, Twiga and Swiss port counters by 90, 10, 10 and 100 respectively.

The Banking segment Index slightly slumped to 3,039.81 points (-1.87%) due to price drop on the NMB counter (-3.01%) to the price of 2,900 per share. Similarly, the Industrial & Allied Index also fell to 6,065.23, (-0.07%) points dragged down by loss on Simba (-0.26) and Swiss port (-1.34) counters.

Shares Indices



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

WEEKLY MARKET COMMENTARY 20th July 2015 – 24th July 2015

Statistics – Equity

Total - Week Ending	July 17 2015	July-24 2015	% Change
Market			
Turnover in Million (TZS)	5,848.51	5,589.88	-4.42%
Volume of Shares in '000	8,648,974	2,991,953	-65.41%
DSEI	2,622.36	2,581.71	-1.55%
TSI	4,563.65	4,540.77	-0.50%
Banks, Finance & Services	3,097.68	3,039.81	-1.87%
BI			
Industrial and Allied	6,064.77	6,065.23	-0.07%
IA			

Source: DSE

Outlook:

High activity in the TBL counter led to an increase in its price per share. We foresee an increase in the demand of these shares which will push the price further up next week. Investors appetite for other shares will also increase with the conclusion of the CRDB rights' issue.

The recent undersubscription in government securities may continue into the coming treasury bills auction which will lead to further rising of yield to maturity rates.

Analyst:

Lina Charles

+255 22 211 2807

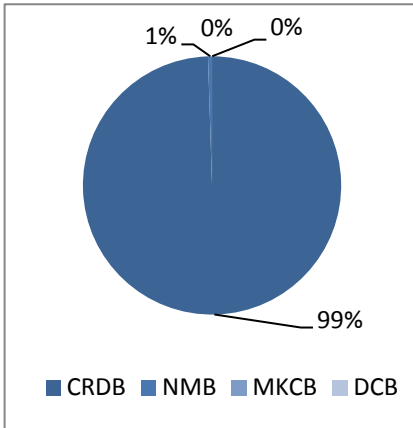
+255 657 270 983

lina@tanzaniasecurities.co.tz



Bank, Finance & Investment Sector (BI)

The Banking segment was more liquid this week on market activity and less liquid on turnover compared to the Industrial and Allied segment. The segment contributed 20% of the total turnover and 89% of the market activity.



This week CRDB counter was the most active counter on the Banking segment. The counter transacted

1,055,172,000 shares closing the week at TZS 400 per share.

NMB followed with 82,038,100 shares that exchanged hands during the week and closed at a price of TZS 2,900 per share.

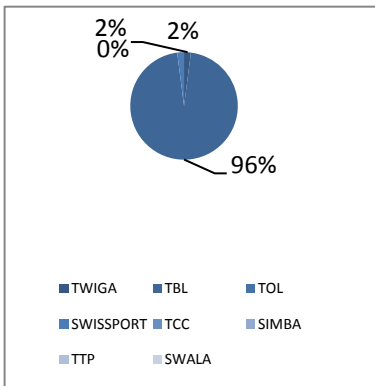
DCB had 7,069,440 shares that transacted during the week. The counter closed the week at TZS 640.00 per share.

There were no activities on the MBP shares and MKCB during the week.

Industrial and Allied Sector (IA)

The Industrial & Allied segment was less liquid on market activity and more liquid on turnover compared to Banking Segment this week.

TBL was the most active counter on this segment this week with 296,075 shares traded, closing the week at TZS 14,510 per share.



Twiga followed with 14,830 shares transacted, closing the week at TZS 3,430

Swiss port had 1,610 shares transacted, closing the week at a price of TZS 7,350 per share.

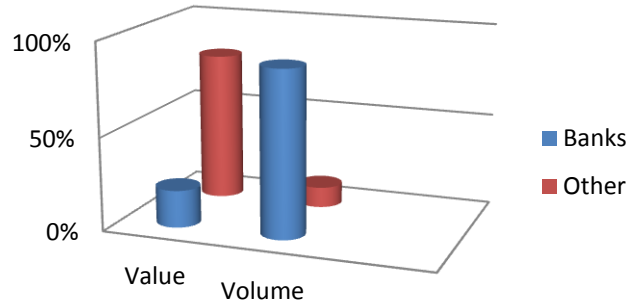
Simba closed the week at TZS 1,530 trading a

total of 3,800 shares.

Swala transacted 200 at TZS 555 per share.

There were no activities on the TOL, TCC, PAL and TTP counters.

% Share of the Market's activity



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	17.07.2015	24.07.2015	%Changes
DCB	640.00	640.00	0.00%
NMB	2,990.00	2,900.00	-3.01%
CRDB	400.00	400.00	0.00%
MBP	600.00	600.00	0.00%
MKCB	1,050.00	1,100.00	+4.76%

Source: DSE and TSL Analysis

IA Share Prices (in TZS)

Counter	17.07.2015	24.07.2015	% Changes
TOL	675.00	675.00	0.00%
TBL	14,500.00	14,510.00	+0.07%
TTP	650.00	650.00	0.00%
PAL	470.00	470.00	0.00%
TCC	16,500.00	16,500.00	0.00%
SIMBA	3,810.00	3,800.00	-0.26%
TWIGA	3,440.00	3,430.00	-0.29%
SWISSPORT	7,450.00	7,350.00	-1.34%
SWALA	555.00	555.00	0.00%

Source: DSE and TSL Analysis



B. Fixed Income Securities

Primary Market

This week's 5-year Government bond yield increased to 16.46% compared to 14.81%, the previous 5-year bond auction held on 29th April 2015 was undersubscribed by 17.37%. The government intended to raise TZS 47.0 bln, but receiving bids worth TZS 38.84 bln. However, the government maintain its target by accepting only TZS 38.84bln.

The auction result is as depicted in the table below;

Highest Bid /100	80.9247
Lowest Bid /100	69.1100
Minimum Successful Price/100	69.1100
Weighted Average Price for Successful Bids	75.8133
Weighted Average Yield to Maturity	16.4648
Weighted Average Coupon Yield	12.1087
Amount Offered Tshs (000,000)	47,000.00
Amount Tendered Tshs (000,000)	38,836.70
Undersubscribed (+) / Oversubscribed (-) Tshs (000,000)	8,163.30
Successful Amount Tshs (000,000)	38,836.70

Secondary Market

There were no government securities traded on the secondary market in this week trading.

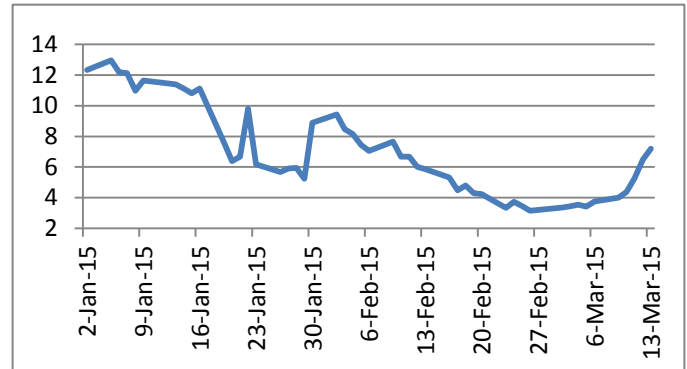
About the Weekly Update report:

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

The Interbank rate towards the end of the week decreased to 26.85% from 31.76% recorded in the previous week as shown in the chart below:

Interbank Borrowing Rates (WAR)

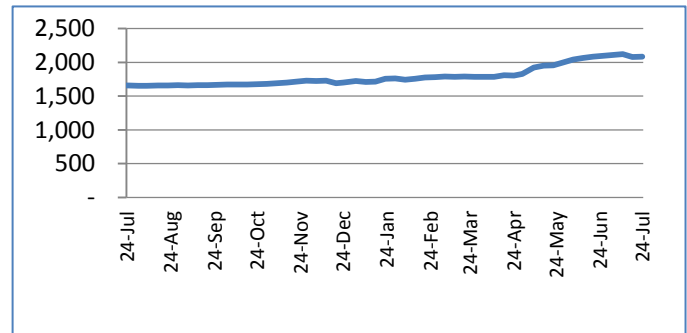


Source: BOT

C. Foreign Exchange

The shilling continued to loose ground against the greenback as indicated in the chart and table below:

Foreign Exchange – TZS/USD



Source: BOT

Foreign Exchange Market – Four weeks trend

	26- June 2015	10- July 2015	17- July 2015	24- July 2015
TZS/USD	2,084.34	2,121.33	2,079.85	2,082.88
TZS/GBP	3,316.81	3,266.74	3,240.61	3,237.21
TZS/KES	21.24	21.03	20.3	20.68