



A. Equity

Market Performance

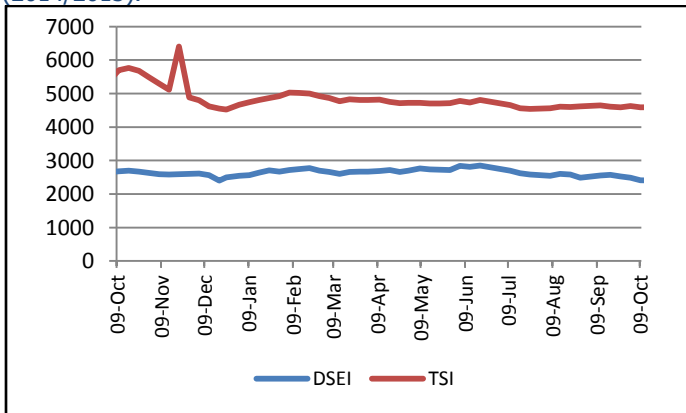
Week on week turnover decreased significantly to record TZS 28,052.21 million (-78.85%) compared to TZS 50,172.73 million recorded the previous week. Shares traded fell to 2,174,219 shares (-78.89%) compared to last week's 3,889,552 shares.

The DSEI closed 0.27% lower at 2,394.50 points. However, TSI ended the week slightly higher at 2,843.50 points supported by gains on Twiga, DCB, NMB and CRDB counters.

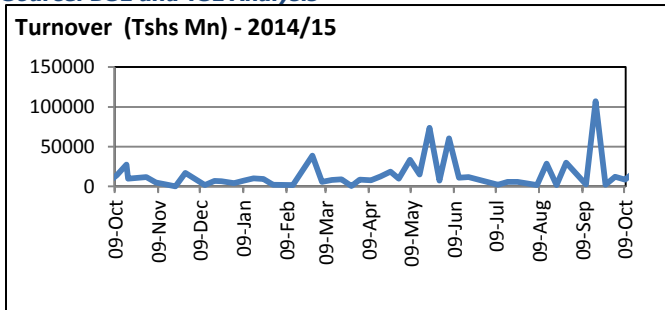
The Banking segment Index strengthened (+2.88%) to close the week at 3,208.12 points on the backdrop of gains made on the CRDB, DCB and NMB counters of +2.67; +1.75% and +3.20% respectively. The Industrial & Allied Index weakened (-0.80%) to close at 6,058.45 points due to price drop on Twiga counter.

Shares Indices

(2014/2015).



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

WEEKLY MARKET COMMENTARY 26th October 2015 – 30th October 2015

Statistics – Equity

Total - Week Ending	Oct-23 2015	Oct-30 2015	% Change
Market			
Turnover in Million (TZS)	50,172.73	28,052.21	-78.85%
Volume of Shares in '000	3,889,552	2,174,219	-78.89%
DSEI	2,401.08	2,394.50	-0.27%
TSI	4,590.50	4,598.55	+0.18%
Banks, Finance & Services	3,115.80	3,208.12	+2.88%
BI			
Industrial and Allied	6,107.13	6,058.45	-0.80%
IA			

Source: DSE

Outlook:

The 2-year Treasury Bond results of this week's auction witnessed a low turnout of investors mainly due to liquidity squeeze relating to end of month sentiments activities and obligations.

The Government intended to raise TZS 83.6 billion, but received bids for TZS 34.1 billion and accepted bonds worth TZS 10 billion.

We envisage seeing a recovery situation in few weeks to come.

Analyst:

Upendo Lyatuu

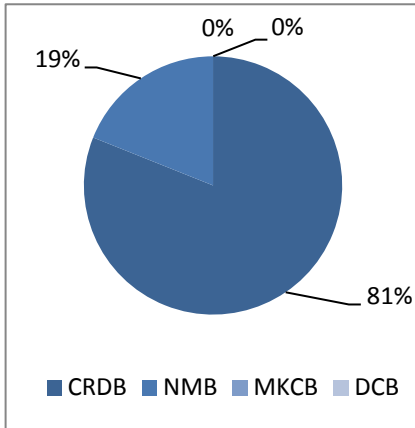
+255 22 211 2807

+255 655 557 733

upendo@tanzaniasecurities.co.tz



Bank, Finance & Investment Sector (BI)



The Banking segment performed weaker than Industrial and Allied sector this week.

CRDB counter was the most active counter. The counter transacted 298,592 shares closing the week at TZS 385 per share.

NMB followed with 70,151 shares that

exchanged hands during the week and closed at a price of TZS 2,900.

DCB counter traded 16,844 shares at a price of TZS 580.

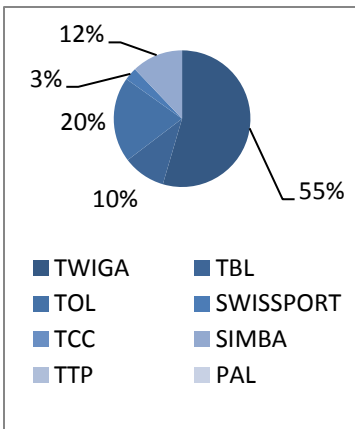
MBP had 380 shares transacting during the week. The counter closed at TZS 600.00 per share.

MKCB transacted 100 shares at a price of TZS 1000 per share.

Industrial and Allied Sector (IA)

TBL counter was the lead this week on the Industrial and Allied segment. The counter generated a turnover of Tshs.27.6mn from 2,545,988 shares that exchanged hands on the counter during the week at a price range of TZS 15,000 to 15,950 per share.

Twiga counter transacted 11,524 shares at TZS 2,990 per share. Swissport saw some minimal activity during the week, 2,073 shares transacted with its price closing the week at TZS 7,300 per share.

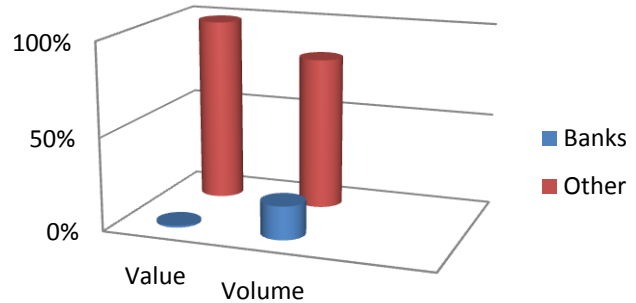


TCC had 430 shares transacted at TZS 16,330.

Simba transacted very minimal shares with its

price remaining flat.

% Share of the Market's activity



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	23.10.2015	30.10.2015	%Changes
DCB	570.00	580.00	1.75%
NMB	2,810.00	2,900.00	3.20%
CRDB	375.00	385.00	2.67%
MBP	600.00	600.00	0.00%
MKCB	1,000.00	1,000.00	0.00%

Source: DSE and TSL Analysis

IA Share Prices (in TZS)

Counter	23.10.2015	30.10.2015	% Changes
TOL	760.00	770.00	0.00%
TBL	15,000.00	15,010.00	0.07%
TTP	650.00	650.00	0.00%
PAL	470.00	470.00	0.00%
TCC	16,330.00	16,330.00	0.00%
SIMBA	2,800.00	2,800.00	0.00%
TWIGA	3,100.00	2,990.00	-3.55%
SWISSPORT	7,300.00	7,300.00	0.00%
SWALA	500.00	500.00	0.00%

Source: DSE and TSL Analysis



B. Fixed Income Securities

Primary Market

This week's 2-year Government bond was undersubscribed by 59.25%. The government intended to raise TZS 83.6 bln, but received bids worth TZS 34.1 bln. Weighted Average Yield(WAY) increased to 16.75% compared to 14.99%, the previous 2-year bond auction held on 19th August 2015.

The auction result is as depicted in the table below;

Highest Bid /100	88.0000
Lowest Bid /100	76.0000
Minimum Successful Price/100	84.0880
Weighted Average Price for Successful Bids	85.2834
Weighted Average Yield to Maturity	16.7588
Weighted Average Coupon Yield	9.1694
Amount Offered Tshs (000,000)	83,600.00
Amount Tendered Tshs (000,000)	34,063.10
Undersubscribed (+) / Oversubscribed (-) Tshs (000,000)	49,536.90
Successful Amount Tshs (000,000)	10,000.00

Secondary Market

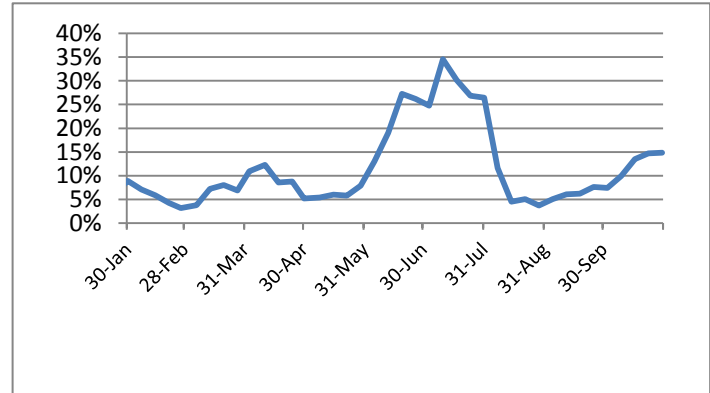
Bonds worth TZS 2.0 billion exchanged hands in 2 deals during the week as depicted below:

Tenor	Face Value (Tshs.)	Price/100
10.08% 7-Year	1bln	78.2902
9.18% 5-Year	1bln	82.4590

Money Market

The Interbank rate towards the end of the week increased slightly to 14.86% from 14.69% recorded in the previous week .

Interbank Borrowing Rates (WAR)

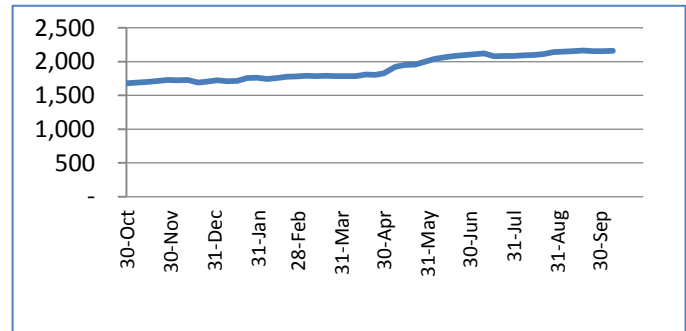


Source: BOT

C. Foreign Exchange

The shilling gained slightly against the greenback as indicated in the chart and table below:

Foreign Exchange – TZS/USD (2014/2015)



Source: BOT

Foreign Exchange Market – Four weeks trend

	09-Oct 2015	16-Oct 2015	23-Oct 2015	30-Oct 2015
TZS/USD	2,161.51	2,174.26	2,170.47	2,166.33
TZS/GBP	3,202.78	3,354.45	3,347.52	3,303.23
TZS/KES	20.97	21.10	21.26	21.25

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