



A. Equity

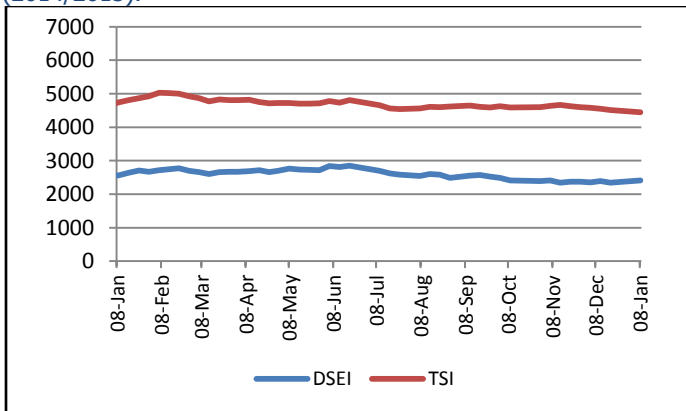
Market Performance

This week, the bourse registered a slight improvement in turnover compared to that of the previous week. Week-on-week turnover stood at TZS 6,196.10 million, up from the previous week's TZS 2,567.56 million. Similarly, activity level increased by 33.40 % to 3,994,660 shares from 2,660,310 shares transacted in the previous week.

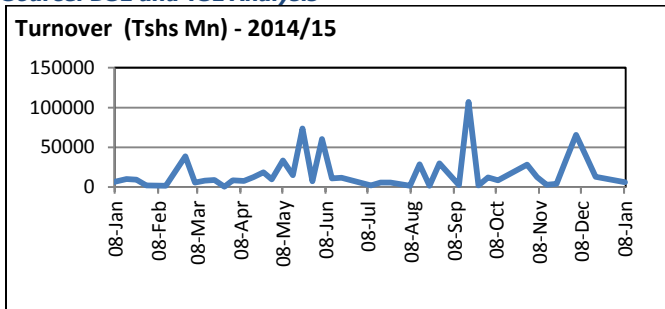
TSI closed the week in red pulled down by NMB and Swissport counters that lost TZS 50 and TZS 10 respectively. The counter settled at 4,447.49 (-0.69). However, the DSEI gained 3.36% to close at 2,414.94.

The Banking segment Index weakened to settle at 2,984.65 points amid a loss on NMB counter, while the Industrial & Allied Index fell to 5,930.98 points from last week's 5,964.05 points (-0.56%) due to the loss on Swissport and TCC counters.

Shares Indices (2014/2015).



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

WEEKLY MARKET COMMENTARY 04th January 2016 – 08th January 2016

Statistics – Equity

Total - Week Ending	Dec-31 2015	Jan-08 2016	% Change
Market			
Turnover in Million (TZS)	2,567.56	6,196.10	+58.56%
Volume of Shares in '000	2,660,310	3,994,660	+33.40%
DSEI	2,333.76	2,414.94	+3.36%
TSI	4,478.13	4,447.49	-0.69%
Banks, Finance & Services			
BI	3,017.23	2,984.65	-1.09%
Industrial and Allied			
IA	5,964.05	5,930.98	-0.56%

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 beginning of year sentiments activities and obligations.

The Government intended to raise TZS 82.60 billion, but received bids for TZS 20.74 billion.

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

Analyst:

Upendo Lyatuu

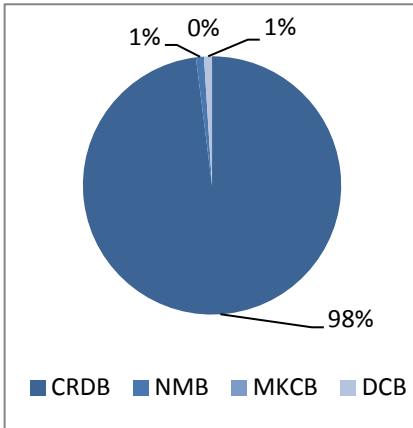
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Bank, Finance & Investment Sector (BI)



This week the banking segment was illiquid in comparison to last week. Turnover accounted for 23% of the week's total value. Similarly, volumes plummeted to 3,395,236 shares making 85% of the total activity level.

CRDB continued to lead, the counter accounted for 98% of the Banking Segment market activity for the week. The counter remained flat. 3,310,397 shares transacted this week.

NMB closed the week at TZS 2,450 (-2.04%) lower than TZS 2,500 recorded the previous week. During the week the counter transacted 30,205 shares.

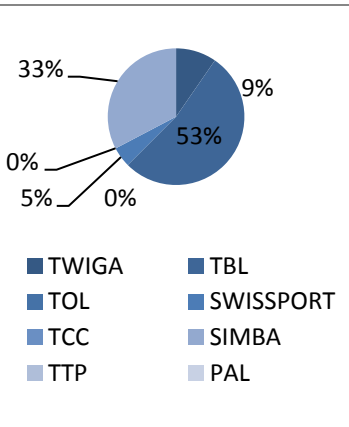
DCB transacted 48,770 shares at a price of TZS 565 per share. MBP transacted 952 shares at a price of TZS 600 per share.

MKCB and MCB had the minimal activities during the week. MKCB traded 4,900 while MCB had 12 shares.

Industrial and Allied Sector (IA)

TBL transacted 192,722 shares this week. The counter has been leading for the past few weeks. Its price went slightly higher from TZS 14,800 to 15,000 per share.

Twiga had 24,709 shares transacted at TZS 3,000 per share.



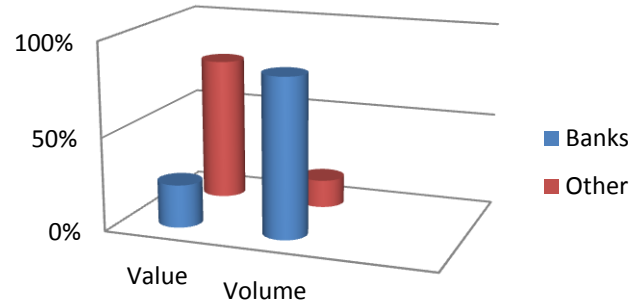
Simba traded 3,060 shares with its price closing higher at TZS 2,670 in comparison to previous session's TZS 2,650 per share.

Swala transacted 40 shares at TZS 500. TOL traded 660 shares.

Swissport had 6,513 shares transacted at TZS 7,300 and TCC traded 2,220 shares.

Tatepa and PAL remained flat with no activity.

% Share of the Market's activity



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	31.12.2015	08.01.2016	%Changes
DCB	565.00	565.00	0.00
NMB	2,500.00	2,450.00	-2.04
CRDB	405.00	405.00	0.00
MBP	600.00	600.00	0.00
MKCB	1,000.00	1,000.00	0.00
MCB	665.00	665.00	0.00

Source: DSE and TSL Analysis

IA Share Prices (in TZS)

Counter	31.12.2015	08.01.2016	% Changes
TOL	760.00	760.00	0.00%
TBL	14,800.00	15,000.00	+1.33%
TTP	650.00	650.00	0.00%
PAL	470.00	470.00	0.00%
TCC	16,100.00	16,000.00	-0.63%
SIMBA	2,650.00	2670.00	+0.74%
TWIGA	3,000.00	3,000.00	0.00%
SWISSPORT	7,350.00	7,300.00	-0.68%
SWALA	500.00	500.00	0.00%

Source: DSE and TSL Analysis



B. Fixed Income Securities

Primary Market

There was a 2- year Treasury Bonds market during the week. The Government intended to raise TZS 82.6 billion. However, they received bids amounting TZS 20.4 billion. WAY increased slightly from 16.7588% in the last 2-year auction [28th Oct 2015] to 17.2859%.

The auction result is as depicted in the table below;

Highest Bid /100	85.7138
Lowest Bid /100	80.3429
Minimum Successful Price/100	80.3429
Weighted Average Price for Successful Bids	84.5457
Weighted Average Yield to Maturity	17.2859
Weighted Average Coupon Yield	9.2494
Amount Offered TZS (000,000)	82,600.00
Amount Tendered TZS (000,000)	20,746.10
Undersubscribed (+) / Oversubscribed (-) TZS (000,000)	61,853.90
Successful Amount TZS(000,000)	20,746.10

Secondary Market

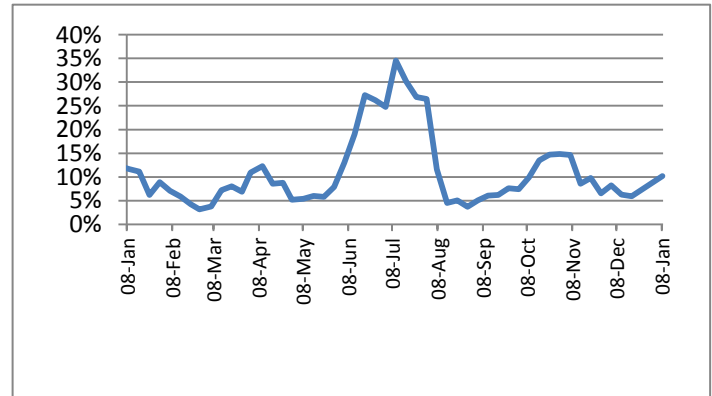
Bonds worth TZS 6.5 billion exchanged hands in 2 deals during the week as depicted below:

Tenor	Face Value (Tshs.)	Price/100
13.50% 15-Year	4.2bln	78.0371
13.50% 15-Year	3.6bln	79.4860

Money Market

The Interbank rate towards the end of the week eased down from 13.37% recorded at the end of the previous week to 10.16%.

Interbank Borrowing Rates (WAR)

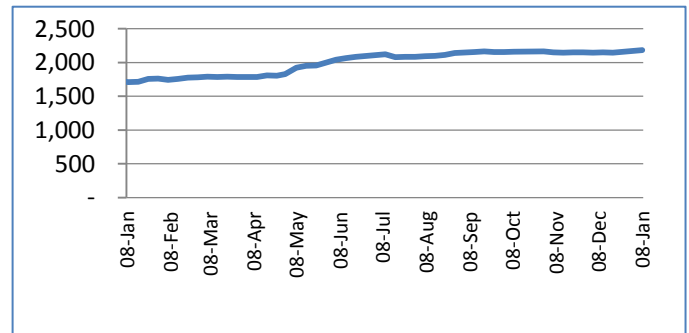


Source: BOT

C. Foreign Exchange

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

Foreign Exchange – TZS/USD (2015)



Source: BOT

Foreign Exchange Market – Four weeks trend

	18-Dec 2015	23-Dec 2015	31-Dec 2015	08-Jan 2016
TZS/USD	2,147.41	2,120.53	2,148.52	2,183.04
TZS/GBP	3,206.94	3,152.80	3,179.27	3,177.31
TZS/KES	20.98	20.75	20.99	21.37

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