



A. Equity

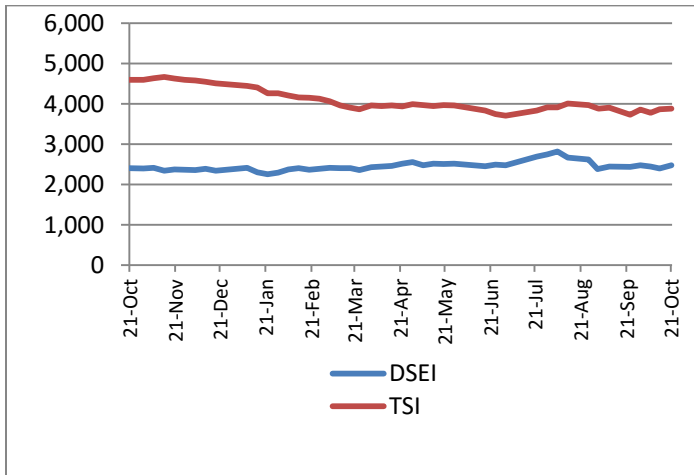
Market Performance

Week on week turnover increased significantly to TZS 3,817.02 million, 1.3x compared to TZS 2,988.77 million recorded in the previous week. Shares traded also rose to 9,863,195 shares compared to last week's 529,852 shares.

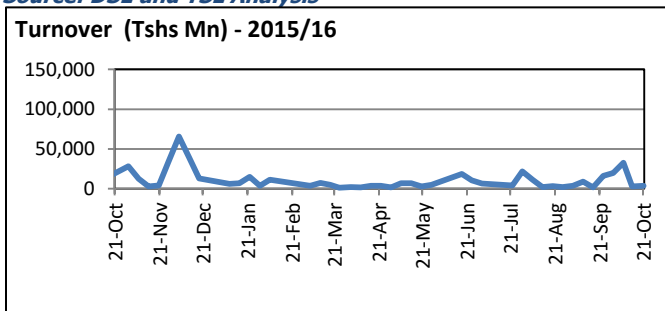
In comparison to last week, the Dar es Salaam Stock Exchange Index closed the week up, at 2,479.23 points (+3.51%). The All Share Index ended the week at 3,883.41 points (+0.36%).

Banking segment Index weakened (-0.02%) to close the week at 2,773.04 points. However, the Industrial & Allied Index strengthened further to 5,011.45 points (+0.52%) buoyed by gains in TBL counters.

Shares Indices



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

WEEKLY MARKET COMMENTARY 17th October 2016 – 21st October 2016

Statistics – Equity

Total - Week Ending	October 21-2016	October 13-2016	% Change
Market			
Turnover in Million (TZS)	3,817.02	2,988.77	+27.71%
Volume of Shares	9,863,195	529,852	+1,761.50%
DSEI	2,479.23	2,395.10	+3.51%
TSI	3,883.41	3,869.57	+0.36%
Banks, Finance & Services	2,773.04	2,773.55	-0.02%
BI			
Industrial and Allied	5,011.45	4,985.29	+0.52%
IA			
Commercial Services	3,534.64	3,534.64	0.00%
CS			
Total Market Capitalisation		20,861.33	0.00%

Source: DSE

Outlook

The bourse witnessed improvement in turnover this week and volumes. The fear of a continuous price down fall on some counters has triggered a sell decision to majority of investors, creating a temporarily high pressure on the supply side.

We expect to see moderate activities in the coming week as we approach end of the month.

This week Treasury Bill auction received oversubscription of 37.87% reflecting a relatively moderate liquidity level in the money market. We anticipate a similar reflection in the next week 7 year Treasury bond auction.

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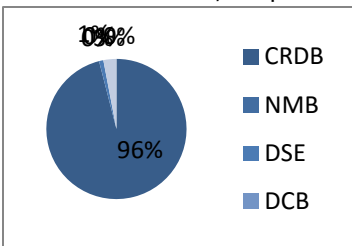
Bank, Finance & Investment Sector (BI)

The Banking segment transacted higher volume of shares and higher turnover this week. Banks accounted for 99% of the week's total volume traded and 72% of the market value.

This week CRDB counter was the active counter on the Banking segment. The counter transacted 9,381,707 shares and close the week at a price of TZS 250 per share.

MKCB had 288,062 shares transacted at a price of TZS 1,000 per share.

DSE traded 72,619 shares during the week. The counter closed the week at TZS 1,240 per share.



Mucoba traded 7,690 shares that transacted at a price of TZS 400 per share.

YETU traded 6,600 shares transacted at a price of TZS 600 per share. DCB traded 1,500 shares transacted at a price of TZS

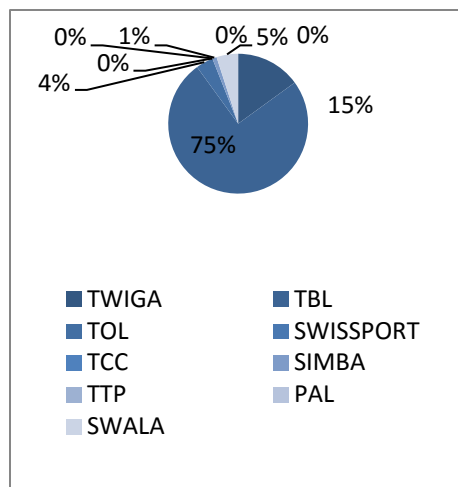
430 per share.

NMB traded 305 shares transacted at a price of TZS 2,750 per share. MCB also traded 120 shares at a price of TZS 550 per share.

Industrial and Allied Sector (IA)

The industrial and Allied Segment, moved lower in both turnover and volumes during the week.

TBL closed the week with an upward trend to transact 78,194 shares the counter closed the week at TZS 13,100 per share



Twiga followed with 15,311 shares closing the week at a price of TZS 2,290 per share.

Swala transacted 5,590 shares closing the week at TZS 500 per share

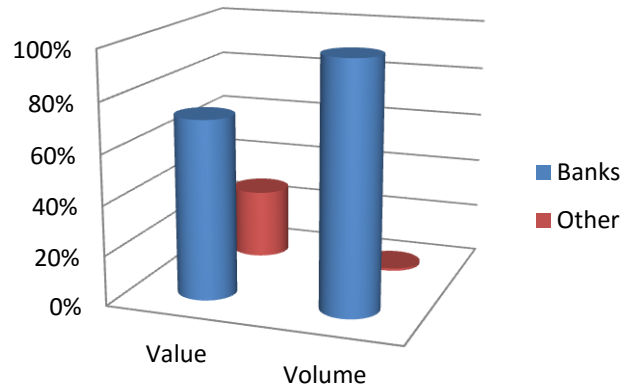
TOL counter traded 4,080 shares at TZS

800 per share.

Simba transacted 1,000 shares at a price of TZS 1,860 per share. Swiss port and TCC counters traded 362 and 55 shares at TZS 6,350 and 11,400 per share.

No activities shown on the PAL, and TTP counters during the week.

% Share of the Market's activity



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	21.10.2016	13.10.2016	%Changes
DCB	430.00	430.00	0.00%
NMB	2,750.00	2,750.00	0.00%
CRDB	250.00	250.00	0.00%
MKCB	1,000.00	1,000.00	0.00%
MCB	550.00	550.00	0.00%
MBP	600.00	600.00	0.00%
YETU	600.00	600.00	0.00%

Source: DSE and TSL Analysis

IA Share Prices (in TZS):

Counter	21.10.2016	13.10.2016	% Changes
TOL	800.00	800.00	0.00%
TBL	13,200.00	13,100.00	+0.76%
TTP	650.00	650.00	0.00%
PAL	470.00	470.00	0.00%
TCC	11,700.00	11,700.00	0.00%
SIMBA	1,860.00	1,860.00	0.00%
TWIGA	2,290.00	2,290.00	0.00%
SWISSPORT	6,350.00	6,350.00	0.00%
DSE	1,240.00	1,280.00	-3.13%

Source: DSE and TSL Analysis



B. Fixed Income Securities

Primary Market

This week the Government through BOT auctioned Treasury bills worth TZS 139.5 bln. The government received bids worth TZS 192.33bln but accepted TZS 139.5 bln as successful bids.

Treasury Bills Auction results are indicated below:

	35 Days	91 Days	182 Days	364 Days
Minimum Successful Price/100	99.31	98.16	92.84	86.00
Weighted Average Price (WAP) for successful Bid	99.31	98.16	92.84	86.00
Weighted Average Yield (WAY) % per Annum	7.20	7.50	15.46	16.33
Amount Offered TZS (000,000)	1,000	4,000	59,000	75,500
Total Tendered TZS (000,000)	1,210.35	4,200.00	81,139.01	105,781.70
Undersubscribed(+) Oversubscribed(-) TZS(000,000)	-210.35	-200.00	-22,139.01	-30,281.68
Successful Bids TZS(000,000)	1,000.00	4,000.00	59,000.00	75,500.00

Secondary Market

Bonds worth TZS 2.15 billion exchanged hands during the week as depicted below:

Tenor	Face Value (Tshs.)	Price/100
9.18% 5-Year	0.47bn	85.5596
7.82% 2-Year	1.50bn	89.1467
13.50% 15-Year	0.18bn	74.8258

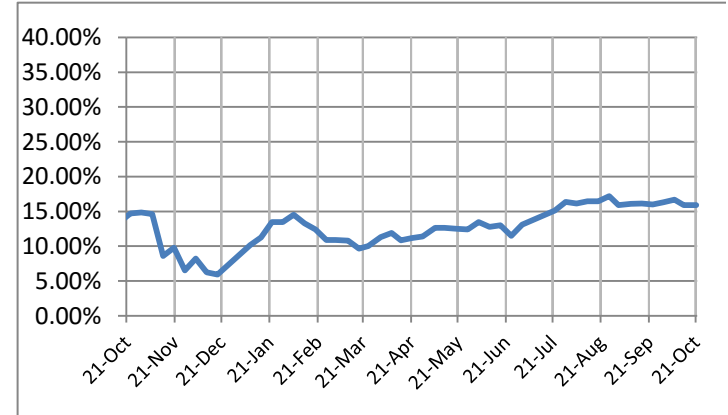
About the Weekly Update report:

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 from 15.91% to 15.89%.

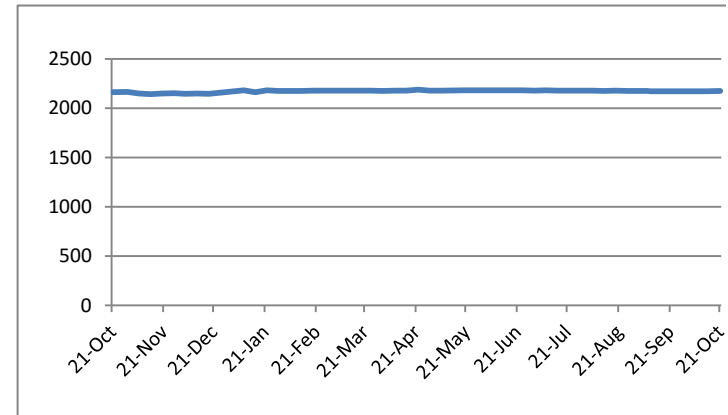
Interbank Borrowing Rates (WAR)



Source: BOT

C. Foreign Exchange

This week the shilling lost the ground against the dollar as indicated in the chart and table below:



Foreign Exchange Market – Four weeks trend

	30-Sept 2016	07-Oct 2016	13-Oct 2016	21-Oct 2016
TZS/USD	2,172.81	2,175.74	2,173.44	2,177.07
TZS/GBP	2,825.85	2,750.02	2,648.22	2,663.64
TZS/KES	21.45	21.48	21.45	21.47