



# Tanzania Securities Limited

Stock Brokers | Investment Advisers | Fund Managers

MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

## A. Equity

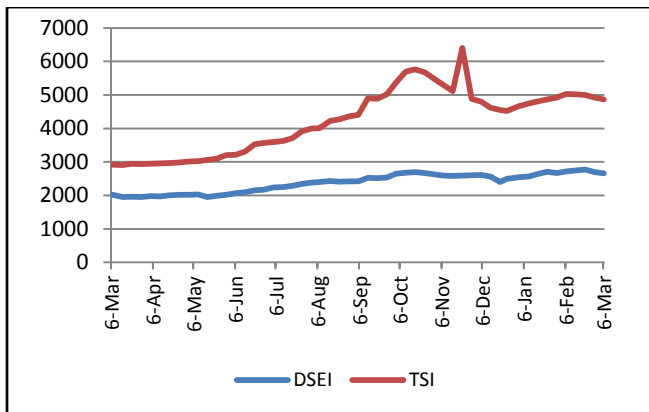
### Market Performance

This week, stock turnover was TZS 5,873.05 million, being 84.78% fall compared to TZS 38,581.9 million recorded in the previous week. However, activities levels increased significantly to 12,036,988 shares compared to 4,205,397 shares transacted in the previous week.

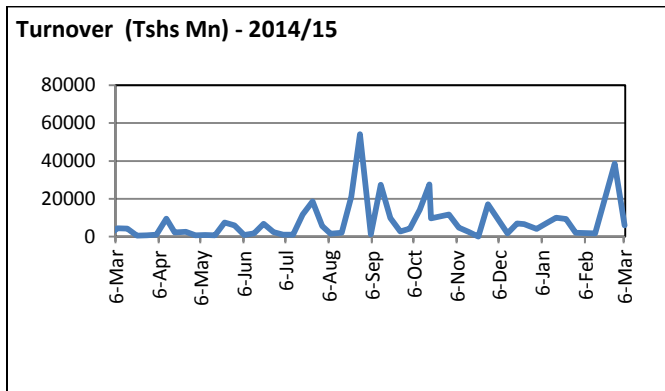
Both indices pointed south, owing to the price fall in some counters. The DSEI lost 1.50% to 2,660.78 points. Similarly, the TSI closed at 4,866.21 points (-1.19%), pulled down by loss on DCB, NMB, CRDB, MKCB, TBL, TCC, TWIGA and SWALA counters which lose by TZS 5, 10, 25, 50, 120, 90, 190 and TZS 75 respectively.

The Banking segment Index weakened to settle at 3,948.02 points (-1.91%) dragged down by a loss on the DCB (-0.56%), CRDB (-5.88%), NMB (-0.23%) and MKCB (-3.84%) respectively. Similarly, Industrial & Allied Index edged south to close at 6,094.43 points (-1.11%) dragged down by a loss on TBL (-0.84%), TCC (-0.53%), Twiga (-4.88%) and Swala (-12.5%).

### Shares Indices



Source: DSE and TSL Analysis



## WEEKLY MARKET COMMENTARY

02nd Feb 2015 – 06th March 2015

### Statistics – Equity

Total - Week Ending	Feb-27 2015	March-06 2015	% Change
<b>Market</b>			
Turnover in Million (TZS)	38,581.9	5,873.05	-84.78%
Volume of Shares in '000	4,205	12,036.98	+186.2%
DSEI	2,701.28	2,660.78	-1.50%
TSI	4,924.66	4,866.21	-1.19%
<b>Banks, Finance &amp; Services</b>			
BI	4,024.85	3,948.02	-1.91%
<b>Industrial and Allied</b>			
IA	6,163.13	6,094.43	-1.11%

Source: DSE

### Outlook:

Despite the increase in activity level, turnover fell significantly. The decrease was attributed to the fall in price in most of the counters which traded huge volumes of shares.

We look forward to see some price changes in the coming week as companies release their end year results.

The week's 15- year Treasury Bond fetched favourable participation, overbidding the target by 67.5% with yield easing to 15.52%. We look forward to a good investors' turnout in the next week Treasury Bill, as we expect liquidity to remain favourable.

### Analyst:

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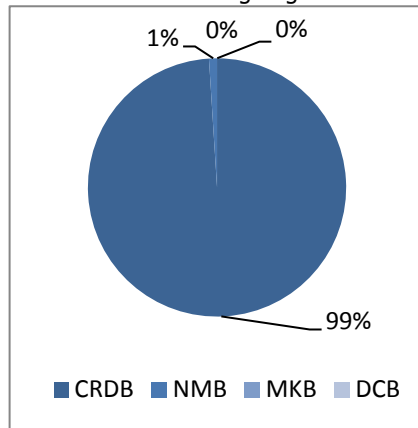
[lina@tanzaniasecurities.co.tz](mailto:lina@tanzaniasecurities.co.tz)



Source: DSE and TSL Analysis

## Bank, Finance & Investment Sector (BI)

This week the Banking segment was more liquid compared to the Industrial and Allied segment. The segment contributed 83% of the total turnover and 99% of the market activity.



This week CRDB counter was the most active counter on the Banking segment. The counter transacted 11,929,103 shares closing the week at

TZS 400 per share.

NMB followed with 18,614 shares that exchanged hands during the week at a price of TZS 4,280 per share.

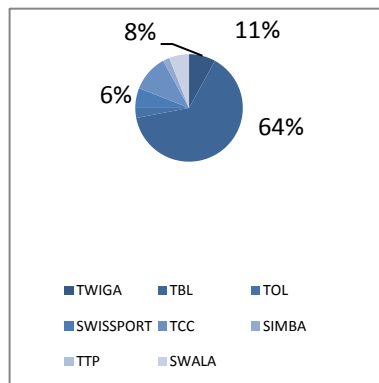
DCB had 3,100 shares that transacted during the week. The counter closed the week at TZS 880.00 per share. Mkombozi had 1,050 shares that transacted during the week. The counter closed the week at TZS 1,250 per share.

There was no activities on the MBP counter this week.

## Industrial and Allied Sector (IA)

The Industrial & Allied segment was less liquid compared to Banking Segment this week.

TBL was the most active counter on this segment this week with 54,171 shares traded, closing the week at TZS 14,170 per share. TCC followed with the 9,537 shares transacted, closing the week at TZS 17,010



Twiga had 7,089 shares transacted, closing the week at a price of TZS 3,700 per share.

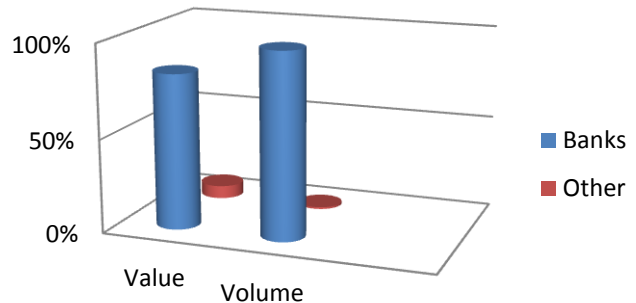
Swala closed the week at TZS 525, trading a total of 5,580 shares.

Swiss port transacted 4,840 shares, closing the week at TZS 5,810 per share.

TOL counter traded 2,434 shares, closing the week at TZS 570 per share. Simba traded 1,470 shares closing at a price of TZS 4,420 per share.

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	27.02.2015	06.03.2015	%Changes
DCB	885.00	880.00	-0.56%
NMB	4,290.00	4,280.00	-0.23%
CRDB	425.00	400.00	-5.88%
MBP	600.00	600.00	0.00%
MKCB	1,300.00	1,250.00	-3.84%

Source: DSE and TSL Analysis

## IA Share Prices (in TZS)

Counter	27.02.2015	06.03.2015	% Changes
TOL	550.00	570.00	+3.64%
TBL	14,290.00	14,170.00	-0.84%
TTP	650.00	650.00	0.00%
PAL	470.00	470.00	0.00%
TCC	17,100.00	17,010.00	-0.53%
SIMBA	4,420.00	4,420.00	0.00%
TWIGA	3,890.00	3,700.00	-4.88%
SWISSPORT	5,410.00	5,810.00	+7.39%
SWALA	600.00	525.00	-12.5%

Source: DSE and TSL Analysis



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## B. Fixed Income Securities

### Primary Market

This week's 15-year Government bond was oversubscribed by 67.5%. The Government intends to raise TZS 42.0 bln but received bids worth TZS 70.35 bln. However, the Government maintain its target of TZS 42.0 bln. Yield eased to 17.52% compared to 17.91% recorded in the previous 15-year bond auction.

The auction results are as depicted below:

Highest Bid /100	85.6903
Lowest Bid /100	63.1100
Minimum Successful Price/100	76.0694
Weighted Average Price for Successful Bids	78.8961
Weighted Average Yield to Maturity	17.5215
Weighted Average Coupon Yield	17.1111
Amount Offered Tshs (000,000)	42,000.00
Amount Tendered Tshs (000,000)	70,352.80
Undersubscribed (+) / Oversubscribed (-) Tshs (000,000)	-28,352.80
Successful Amount Tshs (000,000)	42,000.00

### Secondary Market

Bonds worth TZS 22.75 billion exchanged hands in 6 deals during the week in the secondary market as depicted below:

Tenor	Face Value (Tshs.)	Price/100
9.18% 10-Year	0.5bln	95.4596
7.82% 2- Year	0.5bln	93.9856
10.08% 7-Year	2.5bln	80.7518
11.44% 10-Year	1.25bln	77.1366
10.08% 7- Year	3bln	65.5614
7.82% 2-year	0.5bln	93.4178
9.18% 5- Year	9.0 bln	85.0613
9.18% 5-Year	0.5 bln	95.9130
9.18% 5- Year	5 bln	84.2520

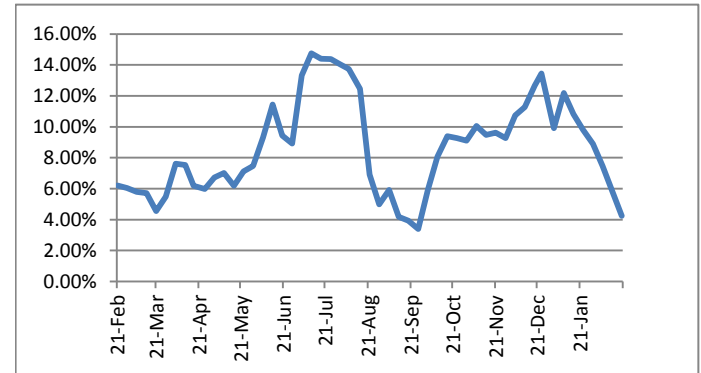
### About the Weekly Update report:

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 increased to 3.4% from 3.14% recorded in the previous week as shown in the chart below:

### Interbank Borrowing Rates (WAR)

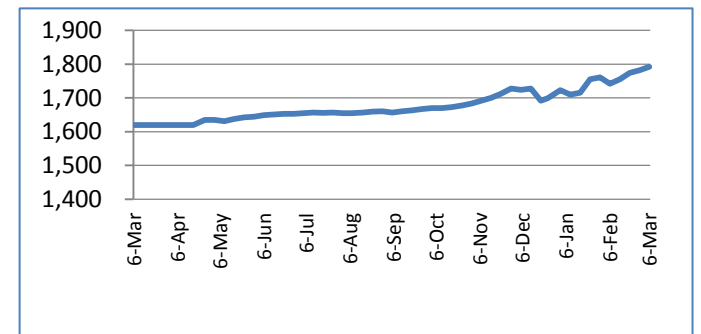


Source: BOT

## C. Foreign Exchange

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

### Foreign Exchange – TZS/USD



Source: BOT

### Foreign Exchange Market – Four weeks trend

	13-Feb 2014	20-Feb2014	27-Feb 2014	06-Feb 2015
<b>TZS/USD</b>	1,754.93	1,774.65	1,781.46	1,791.76
<b>TZS/GBP</b>	2,784.78	2,737.76	2,759.92	2,731.18
<b>TZS/KES</b>	19.16	19.40	19.48	19.66