



Tanzania Securities Limited

Stock Brokers | Investment Advisers | Fund Managers

MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

A. Equity

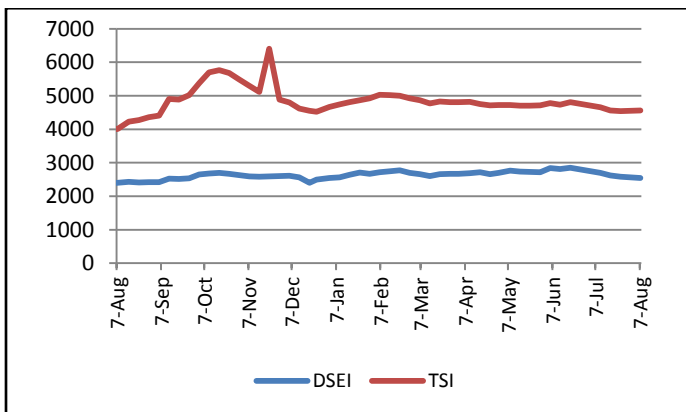
Market Performance

Activity in the market this week was relatively lower in comparison to last week's trading performance. Week-on-week turnover decreased to TZS 1,666.88 million from TZS 2,861.02 million. Activity levels jumped to 1,483,311 shares, a sharp increase (+60.42%) compared to last week's performance where 924,630 shares exchanged hands.

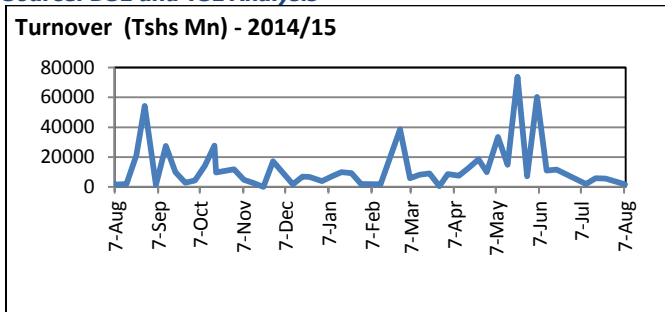
Both indices the DSEI and the TSI closed in red. The DSEI decreased by -0.38% to close at 2,541.56 points while the TSI edged south to 4,560.42 points (-0.63%); pulled down by loss on prices on the NMB, Swiss port and TCC counters by 190, 50, and 100 respectively.

The Banking segment Index went up to 3,898.37 points (+29.66%) due to price gain on the CRDB counter (+1.27%) to the price of 400 per share. The Industrial & Allied Index went down to 6,175.56 points from last week's 6,178.62 points (-0.05%) dragged down by loss on TCC (-0.30) and Swiss port (-0.68) counters.

Shares Indices



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

WEEKLY MARKET COMMENTARY 03rd August 2015 – 7th August 2015

Statistics – Equity

Total - Week Ending	July-31 2015	August-7 2015	% Change
Market			
Turnover in Million (TZS)	2,861.02	1,666.88	-41.74%
Volume of Shares in '000	924,630	1,483,311	+60.42%
DSEI	2,551.38	2,541.56	-0.38%
TSI	4,589.28	4,560.42	-0.63%
Banks, Finance & Services	3,006.53	3,898.37	+29.66%
BI			
Industrial and Allied	6,178.62	6,175.56	-0.05%
IA			

Source: DSE

Outlook:

The market activities are expected to remain moderate in the coming week, with the continued support from local investors. We expect increased activity on TBL, TOL, Simba and CRDB counters.

This week's 15-year Treasury bond auction did not obtain a good response from investors, signaling a possible low investors interest on the long term Government paper although yield increased to 17.96% compared to 17.46%, the previous 15-year bond auction.

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

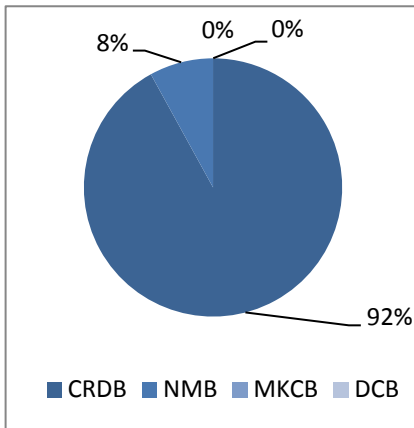
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Bank, Finance & Investment Sector (BI)



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 47% of the total turnover and 92% of the market activity.

This week CRDB counter was the most active counter on the

Banking segment. The counter transacted 1,246,416 shares closing the week at TZS 400 per share.

NMB followed with 105,326 shares that exchanged hands during the week and closed at a price of TZS 2,680

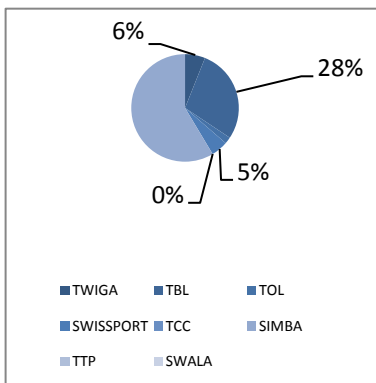
MBP had 6,310 shares that transacted during the week. The counter closed the week at TZS 600.00 per share. DCB had 3,417 shares that transacted during the week. The counter closed the week at TZS 640 per share.

There were no activities on the MKCB shares 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.

Simba was the most active counter on this segment this week with 70,830 shares traded, closing the week at TZS 3,800 per share. TBL followed with 34,670 shares transacted, closing the week at TZS 15,000

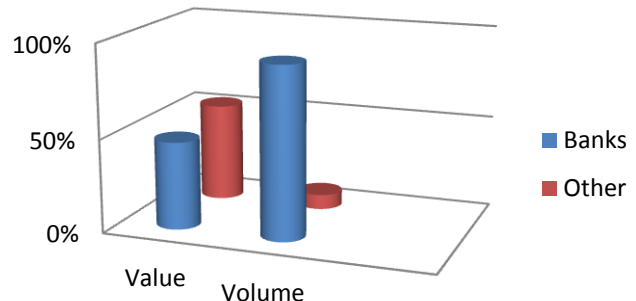


Twiga had 7,909 shares transacted, closing the week at a price of TZS 3,400 per share.

Swiss port closed the week at TZS 7,300 trading a total of 5,923 shares. TOL transacted 2,000 at TZS 680 per share. Swala closed the week at TZS 555 trading a total of 350 shares. TCC closed the week at TZS 16,350 trading a total of 160 shares.

There were no activities on the PAL and TTP counters.

% Share of the Market's activity



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	31.07.2015	07.08.2015	%Changes
DCB	640.00	640.00	0.00%
NMB	2,870.00	2,680.00	-6.62%
CRDB	395.00	400.00	+1.27%
MBP	600.00	600.00	0.00%
MKCB	1,100.00	1,100.00	0.00%

Source: DSE and TSL Analysis

IA Share Prices (in TZS)

Counter	31.07.2015	07.08.2015	% Changes
TOL	675.00	680.00	+0.74%
TBL	15,000.00	15,000.00	0.00%
TTP	650.00	650.00	0.00%
PAL	470.00	470.00	0.00%
TCC	16,400.00	16,350.00	-0.30%
SIMBA	3,780.00	3,800.00	+0.53%
TWIGA	3,400.00	3,400.00	0.00%
SWISSPORT	7,350.00	7,300.00	-0.68%
SWALA	550.00	555.00	+0.91%

Source: DSE and TSL Analysis



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B. Fixed Income Securities

Primary Market

This week's 15-year Government bond yield increased to 17.96% compared to 17.46%, the previous 15-year bond auction held on 13th May 2015 was undersubscribed by 40.00%. The government intended to raise TZS 76.0 bln, but receiving bids worth TZS 45.60 bln. However, the government maintain its target by accepting only TZS 23.51bln.

The auction result is as depicted in the table below;

Highest Bid /100	83.000
Lowest Bid /100	63.0000
Minimum Successful Price/100	73.6530
Weighted Average Price for Successful Bids	77.0283
Weighted Average Yield to Maturity	17.9650
Weighted Average Coupon Yield	17.5260
Amount Offered Tshs (000,000)	76,000.00
Amount Tendered Tshs (000,000)	45,595.60
Undersubscribed (+) / Oversubscribed (-) Tshs (000,000)	30,404.40
Successful Amount Tshs (000,000)	23,505.40

Secondary Market

Bonds worth TZS 5.5 billion exchanged hands in 2 deals during the week in the secondary market as depicted below:

Tenor	Face Value (Tshs.)	Price/100
11.44% 10-Year	3.0bln	77.5130
11.44% 10-Year	2.5bln	77.8170

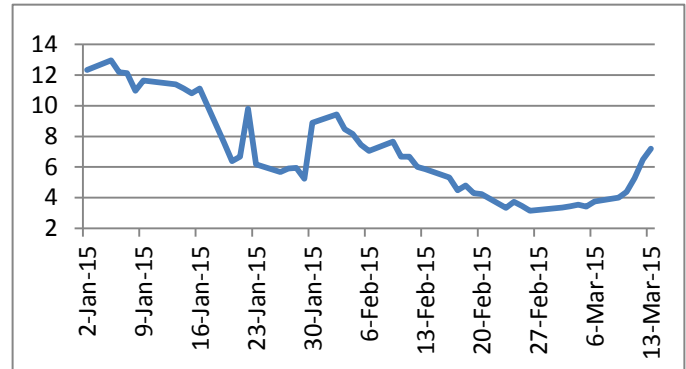
About the Weekly Update report:

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)

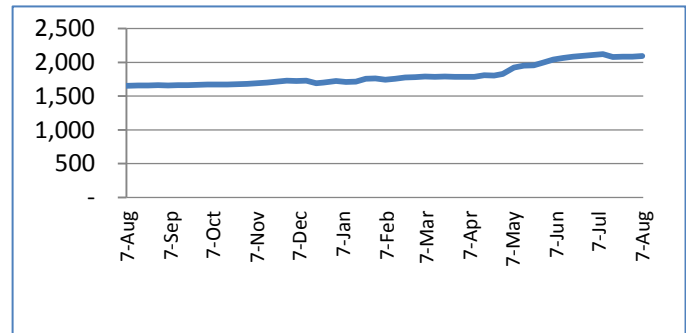


Source: BOT

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

	17- July 2015	24- July 2015	31-July2015	07-August 2015
TZS/USD	2,079.85	2,082.88	2,086.44	2,092.68
TZS/GBP	3,240.61	3,237.21	3,260.48	3,250.14
TZS/KES	21.3	20.68	20.38	20.70