



Tanzania Securities Limited

Stock Brokers | Investment Advisers | Fund Managers

MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

A. Equity

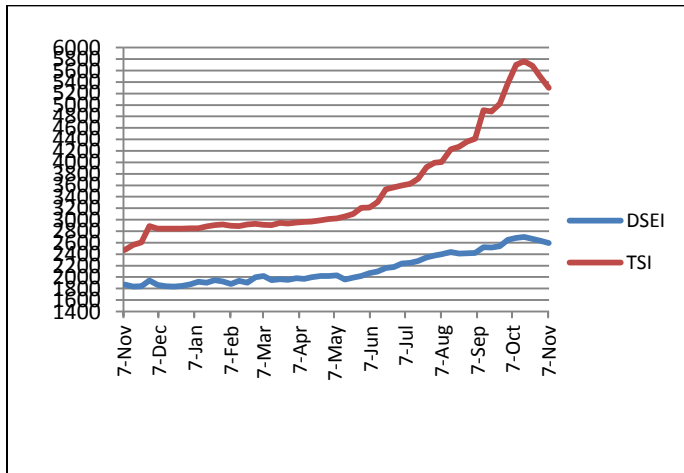
Market Performance

Both indices closed in red. The DSEI closed at 2,596.17 points, 1.36% lower while the TSI ended the week at 5,299.95 points (-3.40%) pulled down by losses on NMB, Simba, Swissport, TOL, Swala and TBL and to close the week at TZS 4,440; TZS 5,000; TZS 5,000; TZS 565; TZS 1,600 and TZS 16,000.

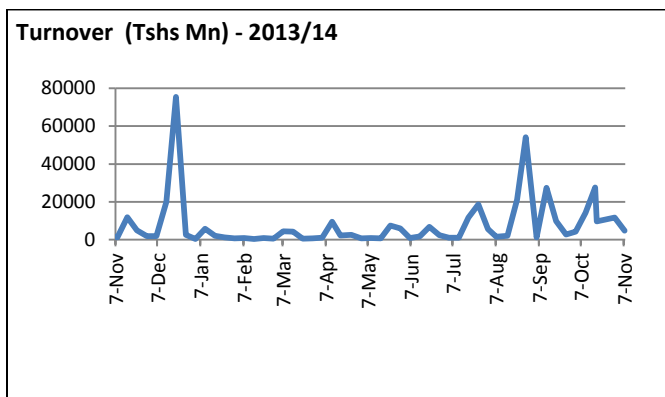
Week on week turnover decreased to TZS 4,777 million, -59.40% compared to TZS 11,766 million recorded the previous week. However, shares traded increased to 6,747,296 shares (+11.17%) compared to last week's 6,069,678 shares.

Banking segment Index weakened (-1.79%) to close the week at 4,336.10 points. Similarly, the Industrial & Allied Index declined to close the week at 6,660.99 points (-4.19%).

Market Performance



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

WEEKLY MARKET COMMENTARY

03rd Nov 2014 – 07th Nov 2014

Statistics – Equity

Total - Week Ending	Oct-31 2014	Nov-07 2014	% Change
Market			
Turnover in Million (TZS)	11,766	4,777	-59.40%
Volume of Shares in '000	6,069	6,747	+11.17%
DSEI	2,632.05	2,596.17	-1.36%
TSI	5,486.68	5,299.95	-3.40%
Banks, Finance & Services			
BI	4,415.22	4,336.10	-1.79%
Industrial and Allied			
IA	6,952.53	6,660.99	-4.19%

Source: DSE

Outlook:

This week the bourse experienced a drop in turnover, despite the improvement in activity. Much support was seen in the banks counters with investors taking position ahead of the release of 3rd quarter results.

We expect to see continuous activities in the banks counters with some price corrections after the release of banks quarterly financial results.

The liquidity in the money market space was good enough to cause 61.5% oversubscription in the Treasury bill auction. We expect to see a good turnout in the next week's 7-year Treasury bond auction.

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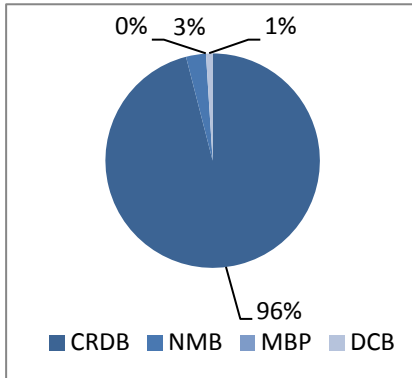
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Bank, Finance & Investment Sector (BI)

This week the Banking segment was more active compared to the previous week and also more active compared to the Industrial and Allied segment. The segment contributed 71% of the total turnover and 96% of the market activity.



CRDB counter maintained its lead on this segment and on the whole bourse in general. The counter

transacted 6,384,665 shares closing the week at TZS 510 per share.

DCB followed with 62,144 shares that exchanged hands during the week, closing the week up at TZS 620 per share.

NMB counter traded 20,795 shares, closing the week down at TZS 4,440 per share.

There were no transactions on the MBP counter this week.

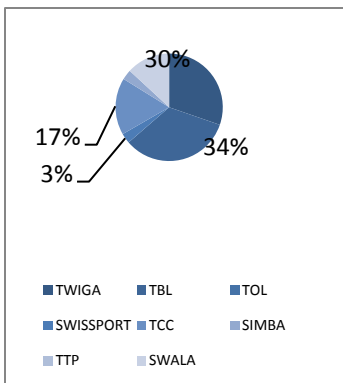
Industrial and Allied Sector (IA)

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

Swala was the top mover with 114,290 shares traded closing the week down at TZS 1,600 per share.

Twiga followed with 93,993 shares transacted at TZ 4,500 per share

TBL lost to TZS 16,000 this week, trading a total of 28,485 shares.



TCC had 14,640 shares that exchanged hands during the week. The counter's price gained to TZS 16,200 per share.

Swissport counter's price lost to TZS 5,000 per share, transacting a total of 9,285 shares.

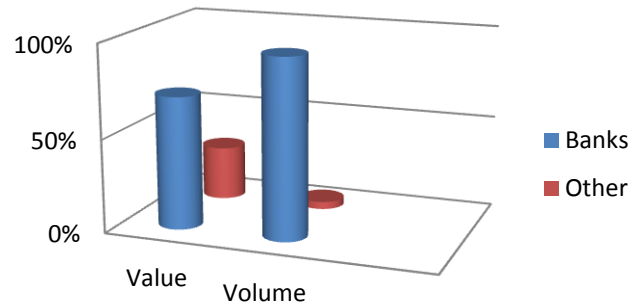
Simba counter traded 7,979 shares. The counter's price continued to depreciate to

close the week at TZS 5,000 per share.

TOL transacted 4,800 shares at prices of TZS 575 and TZS 565 per share.

There were no activities on the PAL and Tatepa counters during the week.

% Share of the Market's activity



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	31.10.2014	07.11.2014	%Changes
DCB	600.00	620.00	+3.33%
NMB	4,620.00	4,440.00	-3.90%
CRDB	500.00	510.00	+2.00%
MBP	600.00	600.00	0.00%

Source: DSE and TSL Analysis

IA Share Prices (in TZS)

Counter	31.10.2014	07.11.2014	% Changes
TOL	575.00	565.00	-1.74%
TBL	16,980.00	16,000.00	-5.77%
TTP	650.00	650.00	0.00%
PAL	475.00	475.00	0.00%
TCC	16,190.00	16,200.00	+0.06%
SIMBA	5,630.00	5,000.00	-11.19%
TWIGA	4,500.00	4,500.00	0.00%
SWISSPORT	5,060.00	5,000.00	-1.19%
SWALA	1,650.00	1,600.00	-3.03%

Source: DSE and TSL Analysis



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B. Fixed Income Securities

Primary Market

This week the Government through BOT auctioned Treasury bills worth TZS 135 billion. The auction results show an oversubscription of 61.55%. Yields for all tenors eased up.

The auction result is as depicted in the table below;

	35 Days	91 Days	182 Days	364 Days
Minimum Successful Price/100	99.43	96.98	93.27	87.10
Weighted Average Price (WAP) for successful Bid	99.43	97.17	93.59	87.47
Weighted Average Yield (WAY) % per Annum	5.98	11.70	13.73	14.37
Amount Offered TZS (000,000)	3,000	32,000	45,000	55,000
Total Tendered TZS (000,000)	3,500.00	8,116.53	85,007.44	121,467.2
Undersubscribed(+) Oversubscribed(-) TZS(000,000)	-500.00	23,883.47	40,007.44	66,467.20
Successful Bids TZS(000,000)	3,000.00	2,917.00	60,000.00	69,999.99

Secondary Market

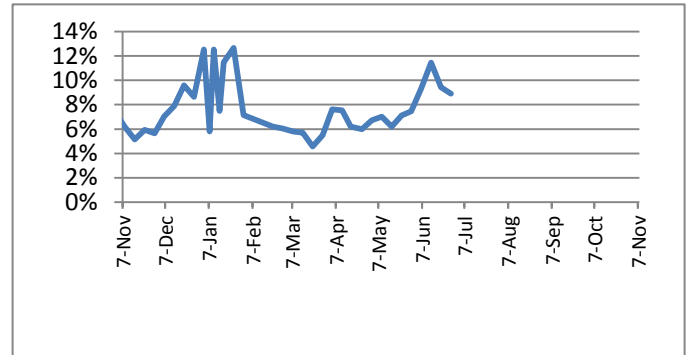
Bonds worth TZS 15.0 billion exchanged hands in the secondary market during the week with prices as indicated in the table below:

Tenor	Face Value (TZS)	Price/100
11.44% 10-Year	1.0bn	77.5845
13.50% 15-Year	6.0bn	83.8113
13.50% 15-Year	2.0bn	87.5253
13.50% 15-Year	6.0bn	80.8962

Money Market

The Interbank rate towards the end of the week decreased to 9.59%, from 9.10% recorded in the previous week as shown in the chart below:

Interbank Borrowing Rates (WAR)

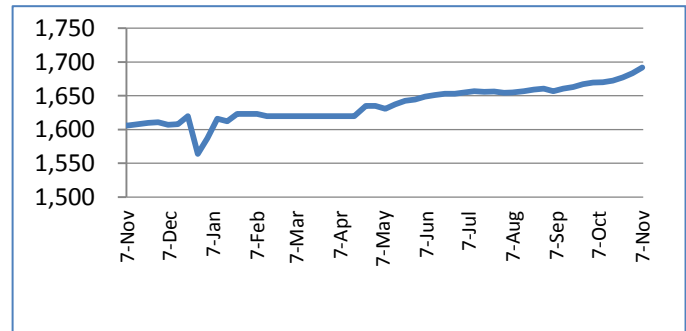


Source: BOT

C. Foreign Exchange

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

Foreign Exchange – TZS/USD



Source: BOT

Foreign Exchange Market – Four weeks trend

	17-Oct 2014	24-Oct 2014	31-Oct 2014	07-Nov 2014
TZS/USD	1,672.51	1,677.13	1,683.39	1,691.67
TZS/GBP	2,677.10	2,687.09	2,693.18	2,696.61
TZS/KES	18.81	18.82	18.84	18.85

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