



Tanzania Securities Limited

Stock Brokers | Investment Advisers | Fund Managers

MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

A. Equity

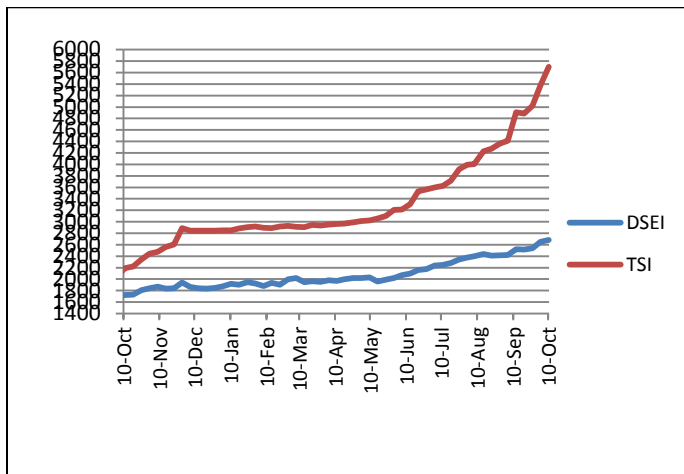
Market Performance

Indices edged north with both TSI and DSEI ending the week in green. The DSEI ended the week 1.13% higher at 2,681.09 points while TSI closed the week at 5,699.39 points (+5.54%) supported by gains made on the TBL, TCC, Swala, Swissport, Twiga, NMB, CRDB, DCB, Simba and TOL counters of +2.88%; +5.65%; +14.13%; +16.28%; +13.47%; 3.56%; +23.19%; +6.80%; +17.02% and +4.17% respectively.

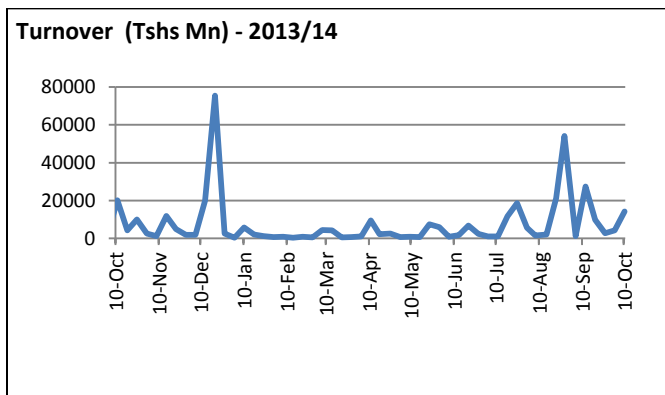
Week-on-week turnover climbed 332x to TZS 14,260 mln from TZS 4,291 mln last week. Activity levels rose 157% to 6,446,929 shares, an increase from last week's 2,503,619 shares.

The Banking segment Index strengthened to close the week at 4,233.54 points, supported by NMB, DCB and CRDB counters. The Industrial & Allied Index strengthened (+6.39%) to close at 7,577.81 points buoyed by Twiga, Swala, Simba, TCC, TOL, Swissport and TBL counters.

Market Performance



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

WEEKLY MARKET COMMENTARY

06th Oct 2014 – 10th Oct 2014

Statistics – Equity

Total - Week Ending	Oct-03 2014	Oct-10 2014	% Change
Market			
Turnover in Million (TZS)	4,291	14,260	+232.32%
Volume of Shares in '000	2,503	6,446	+157.53%
DSEI	2,651.22	2,681.09	+1.13%
TSI	5,375.65	5,699.39	+6.02%
Banks, Finance & Services			
BI	3,903.71	4,233.54	+8.45%
Industrial and Allied			
IA	7,122.57	7,577.81	+6.39%

Source: DSE

Outlook:

The bourse posted outstanding performance this week, the counter that witnessed a lot of activities is the CRDB counter as investors expect good returns from it. We expect the equities market to continue experiencing enthusiasm as most counter's prices continue to appreciate.

The Treasury Bills auctioned this week witnessed an oversubscription of 41.8%, we anticipate the same reaction to next week's 15-year Treasury bond auction but at a lower level due to the investor's preference of short term securities to long term ones.

The Annual Headline Inflation rate for the month of September, 2014 has decreased to 6.6% from 6.7% in the previous month. This means that, the speed of price increase for commodities in month of September, has decreased as compared to the speed of price increase recorded for the month of August,

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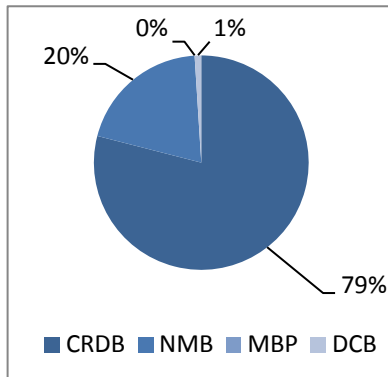
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Bank, Finance & Investment Sector (BI)

The Banking Sector contributed 10% of the total turnover and 80% of the market activity recorded during the week.



CRDB counter was the most active counter on the segment this week. The counter transacted 4,984,229 shares closing the week up at TZS 425 per share.

NMB had 114,530 shares that exchanged hands during the week at prices of TZS 4,520; TZS 4,510; TZS 4,560; TZS 4,610 and closed the week at TZS 4,660 per share.

DCB counter closed the week at a price higher than the previous week's. TZS 550 per share, transacting 55,920 shares.

MBP counter traded 110 shares at a price of TZS 600 during the week.

Industrial and Allied Sector (IA)

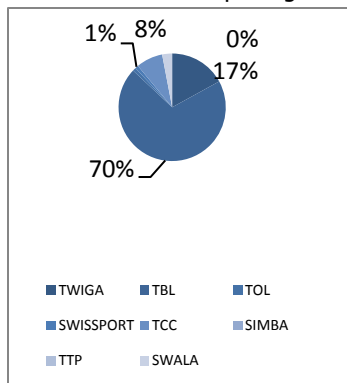
The Industrial and Allied Segment was more active this week compared to the previous week.

TBL was the most active counter this week. The counter traded 551,926 shares, closing the week up at TZS 18,210 per share.

Twiga followed with 525,148 shares transacted, closing the week at a price of TZS 4,550 per share.

Swala gained to TZS 2,100 this week, trading a total of 191,010 shares.

TOL had 11,831 shares that exchanged hands during the week. The counter's price gained to TZS 500 per share.



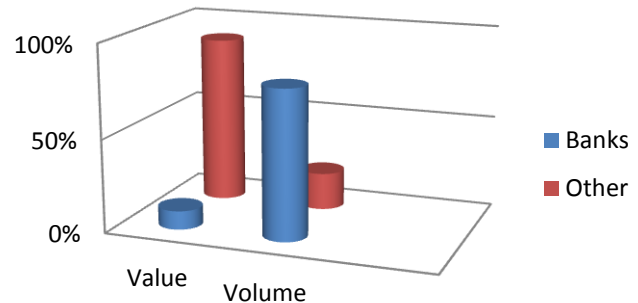
TCC counter traded 53,480 shares that traded at prices of TZS 18,000 TZS 18,020; TZS 20,000 and TZS 18,500 per share.

Swissport counter had 10,047 shares that exchanged hands during the week. The counter gained to close the week at TZS 5,000 per share.

Simba counter traded 12,530 shares, closing the week at TZS 5,500 per share.

There were no activities 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	03.10.2014	10.10.2014	%Changes
DCB	515.00	550.00	+6.80%
NMB	4,500.00	4,660.00	+3.56%
CRDB	345.00	425.00	+23.19%
MBP	600.00	600.00	0.00%

Source: DSE and TSL Analysis

IA Share Prices (in TZS)

Counter	03.10.2014	10.10.2014	% Changes
TOL	480.00	500.00	+4.17%
TBL	17,700.00	18,210.00	+2.88%
TTP	650.00	650.00	0.00%
PAL	475.00	475.00	0.00%
TCC	17,510.00	18,500.00	+5.65%
SIMBA	4,700.00	5,500.00	+17.02%
TWIGA	4,010.00	4,550.00	+13.47%
SWISSPORT	4,300.00	5,000.00	+16.28%
SWALA	1,840.00	2,100.00	+14.13%

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 41.80%. Yields for the tenors eased up except for the 91-days tenor.

The auction result is as depicted in the table below;

	35 Days	91 Days	182 Days	364 Days
Minimum Successful Price/100	99.48	97.21	93.66	87.78
Weighted Average Price (WAP) for successful Bid	99.51	97.60	93.86	88.24
Weighted Average Yield (WAY) % per Annum	5.13	9.87	13.13	13.37
Amount Offered TZS (000,000)	3,000	32,000	45,000	55,000
Total Tendered TZS (000,000)	1,800.00	38,882.73	71,408.72	79,343.50
Undersubscribed(+) Oversubscribed(-) TZS(000,000)	1,200.00	-6,882.73	-26,408.72	-24,343.50
Successful Bids TZS(000,000)	1,800.00	38,362.73	45,000.00	55,000.00

Secondary Market

There was no Treasury security traded on the secondary market during the week.

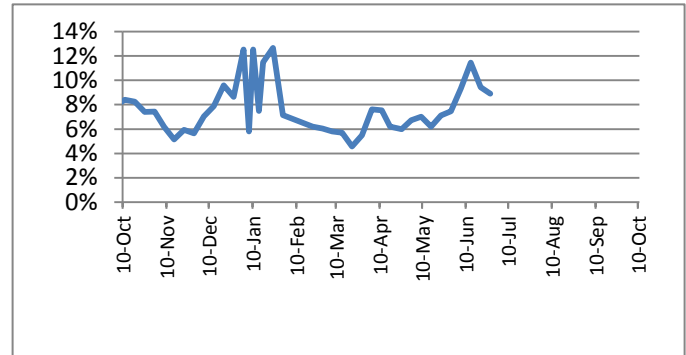
About the Weekly Update report:

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 borrowing rate towards the end of the week increased to 7.63%, from 5.91% recorded in the previous week as shown in the chart below:

Interbank Borrowing Rates (WAR)

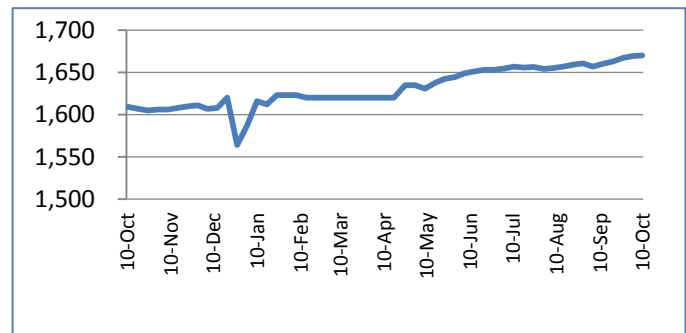


Source: BOT

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

	19-Sep 2014	26-Sep 2014	03-Oct 2014	10-Oct 2014
TZS/USD	1,663.13	1,667.09	1,669.51	1,670.15
TZS/GBP	2,722.37	2,721.77	2,697.02	2,701.97
TZS/KES	18.68	18.70	18.70	18.75