



Tanzania Securities Limited

Stock Brokers | Investment Advisers | Fund Managers

MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

A. Equity

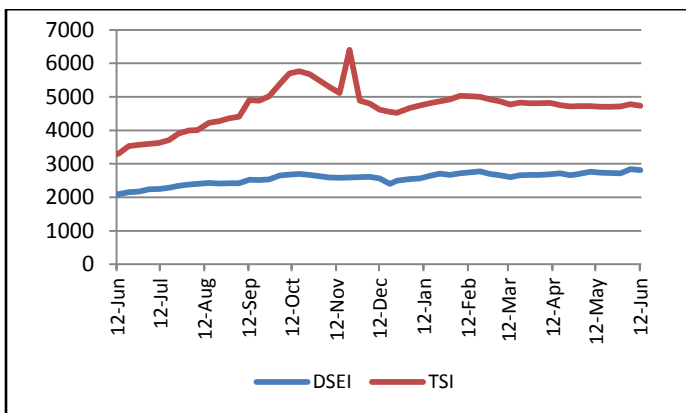
Market Performance

Week-on-Week turnover and volumes fell, as the turnover decreased significantly to TZS 11,075.57 million from previous week's turnover of TZS 60,383.04 million. Similarly, shares traded went down from 4,429,146 Shares recorded last week to 3,159,433 shares during this week. The week's decrease in activity was due to lack of supply in counters such as the TCC counter.

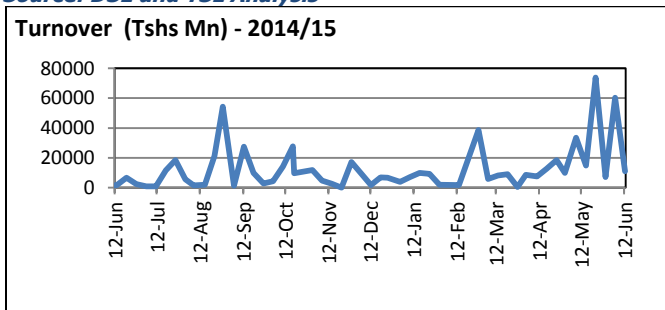
Both Indices (DSEI and the TSI) edged south. The DSEI closed at 2,816.20 lower by -0.92% points, while The TSI ended the week at 4,731.74 points (-0.98%), pulled down by the loss made on TCC and TBL counters due to decrease in prices.

The Banking segment Index settled to 3,584.75 points (+1.21%) stronger than previous week due to gain made on DCB counter(+1.45) and CRDB (+3.41) to TZS 700 and TZS 455 per share respectively. Industrial & Allied Index dropped to 6,071.74, (-2.12%) points.

Shares Indices



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

WEEKLY MARKET COMMENTARY 08th June 2015 – 12th June 2015

Statistics – Equity

Total - Week Ending	June 05 2015	June-12 2015	% Change
Market			
Turnover in Million (TZS)	60,383.04	11,075.57	-81.66%
Volume of Shares in '000	4,429,146	3,159,433	-28.67%
DSEI	2,842.36	2,816.20	-0.92%
TSI	4,778.39	4,731.74	-0.98%
Banks, Finance & Services	3,541.91	3,584.75	+1.21%
BI			
Industrial and Allied	6,203.25	6,071.74	-2.12%
IA			

Source: DSE

Outlook:

We expect seeing more activities on the banking sector especially on CRDB, DCB and NMB counters partly due to investors cashing on dividends from DCB and NMB.

Despite the slightly higher yield compared to the previous auction, the 7-year Treasury Bond results of this week's auction witnessed a low turnout of investors, mainly due to liquidity squeeze. There was significantly under subscription of 43.87% indicating a low demand in the market.

We expect seeing higher yields on the Treasury bills auction, Wednesday next week.

Analyst:

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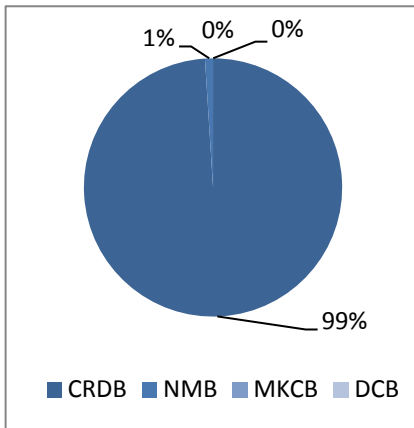
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Bank, Finance & Investment Sector (BI)

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 11% of the total turnover and 78% of the market activity.



This week CRDB counter was the most active counter on the Banking segment. The counter transacted

2,443,532 shares closing the week at TZS 455 per share.

NMB followed with 30,925 shares that exchanged hands during the week and closed at a price of TZS 3,500 per share.

DCB had 3,200 shares that transacted during the week. The counter closed the week at TZS 700.00 per share.

MBP had 1,010 shares transacted closed the week at TZS 600 per share.

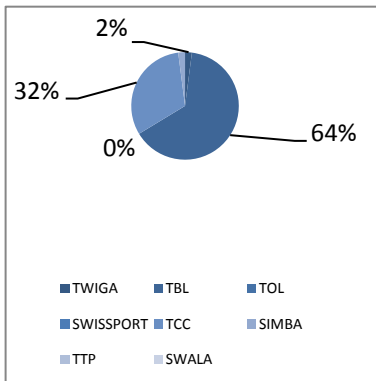
There was no activities on MKCB counter.

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.

TBL was the most active counter on this segment this week with 429,275 shares traded, closing the week at TZS 14,500 per share.

TCC followed with 209,733 shares transacted, closing the week at TZS 16,520



Twiga had 14,848 shares transacted, closing the week at a price of TZS 3,500 per share.

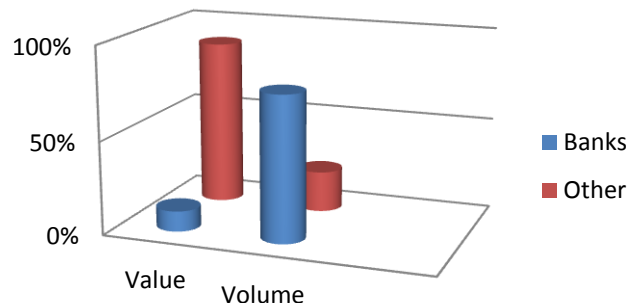
Simba closed the week at TZS 3,830 trading a total of 12,390 shares.

Swiss port transacted 6,700 shares, closing the week at TZS 6,520 per share.

Swala counter traded 4,000 shares, closing the week at TZS 550 per share. TOL counter traded 3,820 shares, closing the week at TZS 600 per share.

There were no activities on the PAL and TTP counter.

% Share of the Market's activity



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	05.06.2015	12.06.2015	%Changes
DCB	690.00	700.00	+1.45%
NMB	3,500.00	3,500.00	0.00%
CRDB	440.00	455.00	+3.41%
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	05.06.2015	12.06.2015	% Changes
TOL	590.00	600.00	+1.69%
TBL	15,000.00	14,500.00	-3.33%
TTP	650.00	650.00	0.00%
PAL	470.00	470.00	0.00%
TCC	16,520.00	16,500.00	-0.12%
SIMBA	3,820.00	3,830.00	+0.26%
TWIGA	3,500.00	3,500.00	0.00%
SWISSPORT	6,050.00	6,520.00	+7.77%
SWALA	550.00	550.00	0.00%

Source: DSE and TSL Analysis



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B. Fixed Income Securities

Primary Market

This week's 7-year Government bond yield increased to 16.64% compared to 15.61%, the previous 7-year bond auction held on 1st April 2015 was undersubscribed by 43.87%. The government intended to raise TZS 60.0 bln, but receiving bids worth TZS 33.68 bln. However, the government maintain its target by accepting only TZS 5.00bln.

The auction result is as depicted in the table below;

Highest Bid /100	76.6305
Lowest Bid /100	51.7934
Minimum Successful Price/100	72.2851
Weighted Average Price for Successful Bids	73.4508
Weighted Average Yield to Maturity	16.6411
Weighted Average Coupon Yield	13.7235
Amount Offered Tshs (000,000)	60,000.00
Amount Tendered Tshs (000,000)	33,680.50
Undersubscribed (+) / Oversubscribed (-) Tshs (000,000)	26,319.50
Successful Amount Tshs (000,000)	5,000.00

Secondary Market

Bond worth TZS 9 billion exchanged hands during the week in the secondary market as depicted below:

Tenor	Face Value (Tshs.)	Price/100
13.50% 15-Year	2bln	79.6755
13.50% 15-Year	7bln	85.9112

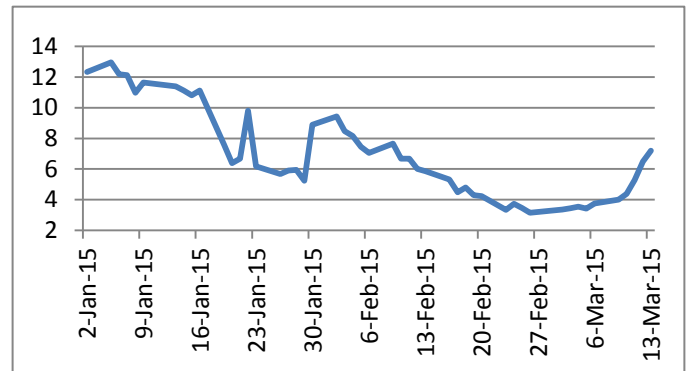
About the Weekly Update report:

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 increase to 16.42% from 7.88% recorded in the previous week as shown in the chart below:

Interbank Borrowing Rates (WAR)

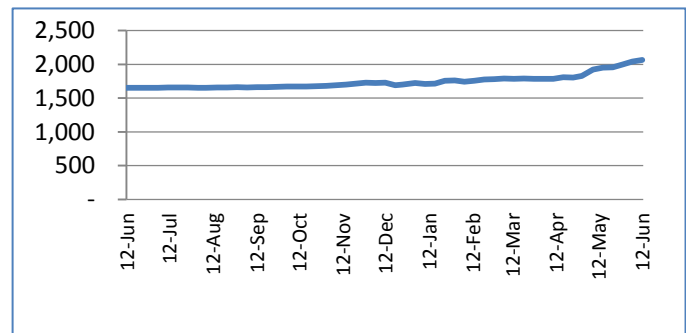


Source: BOT

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

	15-May 2015	22-May 2015	05-June 2015	12-June 2015
TZS/USD	1,954.47	1,997.15	2,043.96	2,066.77
TZS/GBP	3,064.01	3,049.75	3,144.02	3,199.15
TZS/KES	20.21	20.44	21.28	21.25