



Tanzania Securities Limited

Stock Brokers | Investment Advisers | Fund Managers

MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

A. Equity

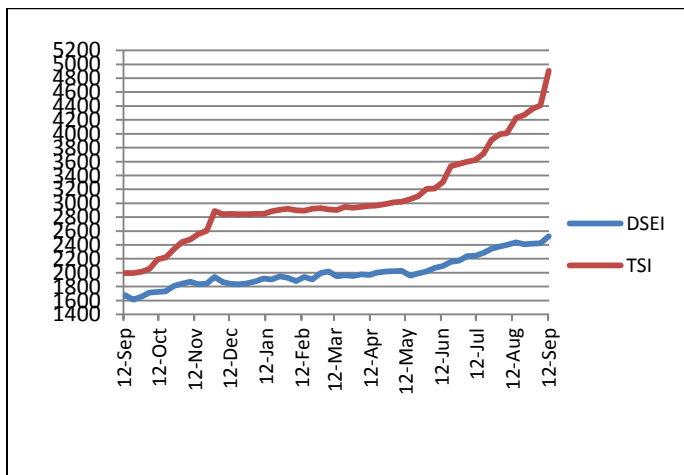
Market Performance

Week-on-week turnover climbed 23.6x to TZS 30,102 mln from TZS 1,274 mln last week. Activity levels rose 816% to 7,865,182 shares, a sharp week-on-week increase from last week's 859,465 shares.

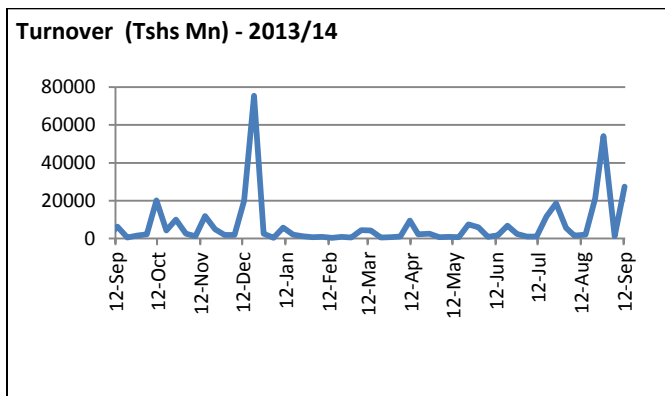
Indices edged north for TSI and DSEI ending the week in green. The DSEI ended the week 4.16% higher at 2,522.38 points while TSI closed the week 4,906.09 points (+11.26%) due to gains made on the NMB, Swissport, Swala, TCC, Twiga, Simba and TBL of 0.48%, 4.67%, 16.90%, 14.05%, 6.94%, 12.68%, and 16.75% respectively.

The Banking segment Index weakened (-0.03%) to close the week at 3,605.39 points due to the loss of -1.56% on the CRDB counter. The Industrial & Allied Index strengthened (+16.56%) to close at 6,490.23 points buoyed by TCC, TBL, Simba, Swissport, Swala and Twiga counters that gained to TZS 15,100, TZS 16,100, TZS 4,000, TZS 3,140, TZS 830 and TZS 3,700 respectively.

Market Performance



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

WEEKLY MARKET COMMENTARY

08th Sept 2014 – 12th Sept 2014

Statistics – Equity

Total - Week Ending	Sep-05 2014	Sep-12 2014	% Change
Market			
Turnover in Million (TZS)	1,274	30,102	+2262%
Volume of Shares in '000	859	7,865	+815.6%
DSEI	2,421.67	2,522.38	+4.16%
TSI	4,409.49	4,906.09	+11.26%
Banks, Finance & Services			
BI	3,606.52	3,605.39	-0.03%
Industrial and Allied			
IA	5,568.34	6,490.23	+16.56%

Source: DSE

Outlook:

The Market turnover increased tremendously this week with the banking sector taking the lead, contributing over 90% of the turnover - mainly from the NMB counter. We also witnessed continued support from local investors on the on TBL and Twiga counters.

As liquidity improves further, the Treasury bills auction this week was oversubscribed by 206% which gives signals that liquidity has now resumed to its normal levels.

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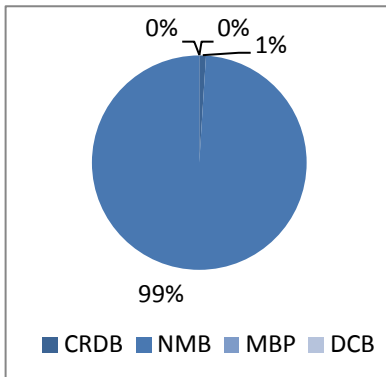
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Bank, Finance & Investment Sector (BI)

This week the Banking segment was more active compared to the previous week. The segment contributed 94% of the total turnover and 95% of the market activity recorded during the week.



NMB counter was the most active counter on the segment this week. The counter transacted 6,723,806 shares at prices of TZS 4,160;

TZS 4,180 and closed the week at TZS 4,170

CRDB had 667,892 shares that exchanged hands during the week at prices of TZS 320 and TZS 315 per share.

DCB counter traded 47,016 shares at TZS 490 per share.

There were no activities on the MBP counter during the week.

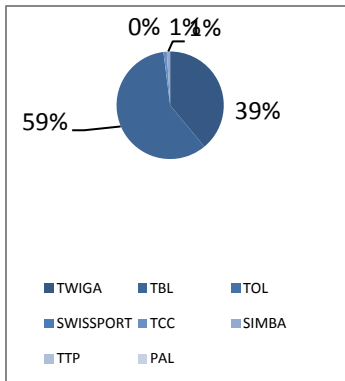
Industrial and Allied Sector (IA)

The Industrial and Allied Segment posted a lower turnover and volume compared to the Banking segment.

Twiga was the most active counter in the Industrial sector, this week. The counter traded 297,837 shares, closing the week at TZS 3,700 per share.

TBL followed with 104,260 shares transacted. The counter's price gained to close the week at TZS 16,440 per share.

Swala had 11,200 shares that exchanged hands during the week, with its price appreciating to close the week at TZS 830 per share.



Simba counter had 6,570 shares transacted closing the week higher at TZS 4,000 per share.

Swissport counter traded 3,391 shares at prices of TZS 3,050; and TZS 13,140 per share.

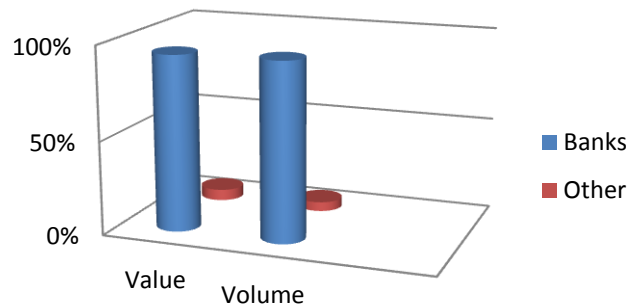
TCC counter had 1,350 shares that exchanged

hands during the week. The counter gained to close the week at TZS 15,100 per share.

TOL had 80 shares transacted at a price of TZS 480 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	05.09.2014	12.09.2014	%Changes
DCB	490.00	490.00	0.00%
NMB	4,150.00	4,170.00	+0.48%
CRDB	320.00	315.00	-1.56%
MBP	600.00	600.00	0.00%

Source: DSE and TSL Analysis

IA Share Prices (in TZS)

Counter	05.09.2014	12.09.2014	% Changes
TOL	480.00	480.00	0.00%
TBL	13,790.00	16,440.00	+19.2%
TTP	650.00	650.00	0.00%
PAL	475.00	475.00	0.00%
TCC	13,240.00	15,100.00	+14.05%
SIMBA	3,550.00	4,000.00	+12.68%
TWIGA	3,460.00	3,700.00	+6.94%
SWISSPORT	3,000.00	3,140.00	+4.67%
SWALA	710.00	830.00	+16.90%

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 206%. Yields for all tenors eased down compared to the previous auction.

The auction result is as depicted in the table below;

	35 Days	91 Days	182 Days	364 Days
Minimum Successful Price/100	99.52	97.05	93.56	87.78
Weighted Average Price (WAP) for successful Bid	99.52	97.13	93.78	88.28
Weighted Average Yield (WAY) % per Annum	5.00	11.83	13.31	13.32
Amount Offered TZS (000,000)	3,000	32,000	45,000	55,000
Total Tendered TZS (000,000)	3,000.00	86,188.05	119,955.30	204,428.2
Undersubscribed(+) Oversubscribed(-) TZS(000,000)	0.00	-54,188.05	-74,955.26	-149,428.2
Successful Bids TZS(000,000)	3,000.00	70,800.00	80,200.00	156,550.0

Secondary Market

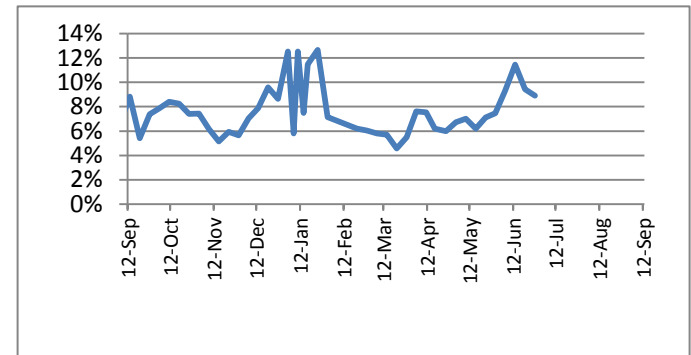
Bonds worth TZS 4.7 billion exchanged hands in the secondary market during the week with prices as indicated in the table below:

Tenor	Face Value (TZS)	Price/100
9.18% 5-Year	4.0bn	80.9783%
10.08% 7-Year	0.7bn	77.6864%

Money Market

The Interbank rate towards the end of the week decreased to 4.18%, from 5.92% recorded in the previous week as shown in the chart below:

Interbank Borrowing Rates (WAR)

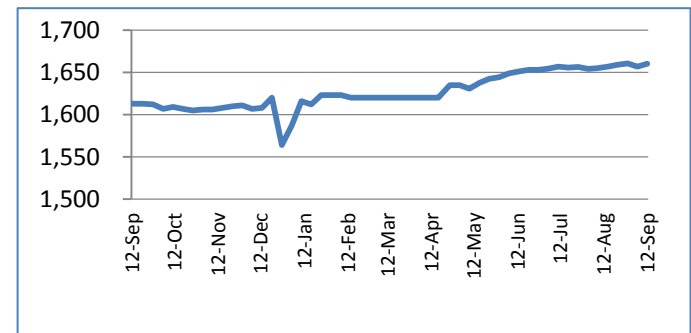


Source: BOT

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

	22-Aug 2014	29-Aug 2014	05-Sep 2014	12-Sep 2014
TZS/USD	1,659.14	1,660.57	1,656.95	1,660.40
TZS/GBP	2,752.26	2,753.06	2,722.53	2,699.15
TZS/KES	17.14	18.77	18.69	18.69

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.