



Tanzania Securities Limited

Stock Brokers | Investment Advisers | Fund Managers

MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

A. Equity

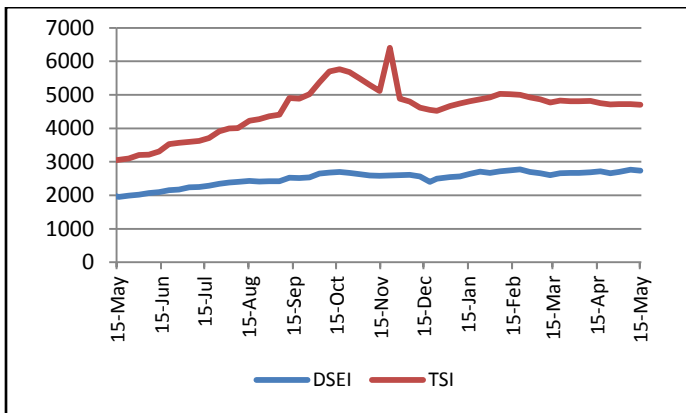
Market Performance

This week recorded a weaker performance in equities than the week ending 8th May 2015. The weekly turnover was TZS 14,939.29 million, a 55.52% decline off the previous week's turnover of TZS 33,582.90 million. 3,447,066 Shares were traded, down from the 30,319,271 shares traded the previous week. The week's decrease in turnover and volume was mainly due to the flat prices of many counters, and the fall of Twiga counter to 210 (-5.66%).

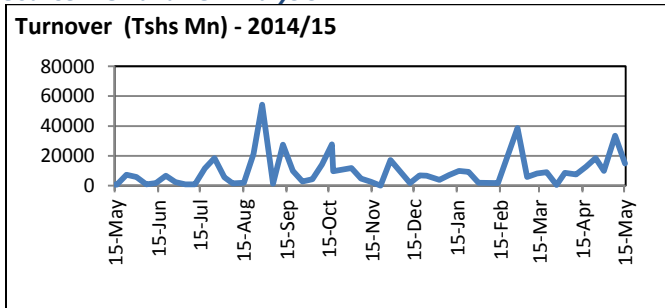
Both indices (DSEI and TSI) closed in red. In comparison to the last week, the DSEI closed at 2,741.36 downward by -0.84% from 2,764.53 points. Similarly, the TSI went down to 4,703.54 points (-0.33%), pulled down by loss on prices of Twiga.

The Banking segment Index settled to 3,557.53 points (+0.13%) stronger than previous week due to gain on the NMB(+0.28). Industrial & Allied Index weakened to 6,069.88 points (-0.54% lower than last week).

Shares Indices



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

WEEKLY MARKET COMMENTARY 11th May 2015 – 15th May 2015

Statistics – Equity

Total - Week Ending	May 08 2015	May-15 2015	% Change
Market			
Turnover in Million (TZS)	33,582.90	14,939.29	-55.52%
Volume of Shares in '000	30,319.27	3,447,066	-88.63%
DSEI	2,764.53	2,741.36	-0.84%
TSI	4,719.32	4,703.54	-0.33%
Banks, Finance & Services			
BI	3,552.84	3,557.53	+0.13%
Industrial and Allied			
IA	6,102.83	6,069.88	-0.54%

Source: DSE

Outlook:

Activities this week were a bit lower than the previous week due to the decrease in supply in some of the counters including the Twiga counter that has a had supply but low demand. We anticipate increased activity in the coming week. Indices are expected to head further north, hoping that active counters such as Simba, TBL, will continue with their current trajectory.

The results of the five 15-year Treasury bond auctioned this week indicates an oversubscription despite the fall in the weighted average yield compared to the previous auction of the same tenure. We expect seeing similar reflection on a Treasury bills auction next week.

Interbank money market rate increased to 6.00% from the 5% recorded the previous week.

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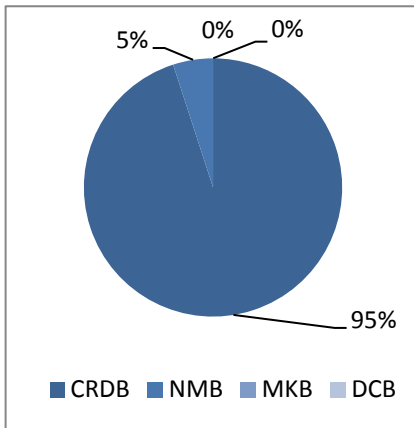
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Bank, Finance & Investment Sector (BI)

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 10% of the total turnover and 73% of the market activity.



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

2,391,216 shares closing the week at TZS 420 per share.

NMB followed with 125,691 shares that exchanged hands during the week and closed at a price of TZS 3,610 per share.

MBP had 2,540 shares that transacted during the week. The counter closed the week at TZS 600.00 per share.

DCB was the last with 650 closed the week at TZS 700 per share.

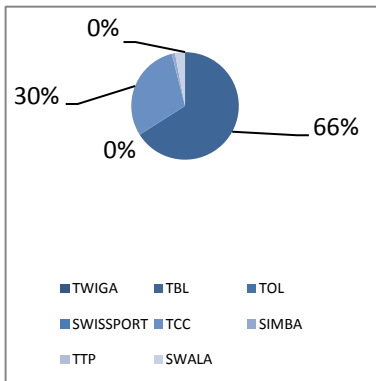
There was no activity on the MKCB counter this week.

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.

TBL was the most active counter on this segment this week with 609,598 shares traded, closing the week at TZS 14,500 per share.

TCC followed with 276,277 shares transacted, closing the week at TZS 16,500.



Swala had 27,990 shares transacted, closing the week at a price of TZS 550 per share.

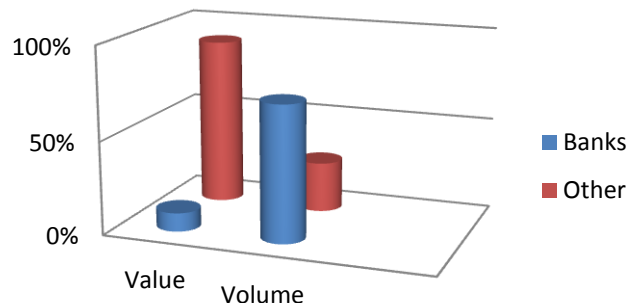
Simba closed the week at TZS 3,810 trading a total of 9,310 shares.

Swiss port transacted 2,793 shares, closing the week at TZS 5,520 per share. Twiga counter

traded 875 shares, closing the week at TZS 3,500 per share. TOL counter traded 106 shares, closing the week at TZS 585 per share. TTP counter traded 20 shares, at TZS 650.

There were no activities on the PAL counter.

% Share of the Market's activity



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	08.05.2015	15.05.2015	%Changes
DCB	720.00	720.00	0.00%
NMB	3,600.00	3,610.00	+0.28%
CRDB	420.00	420.00	0.00%
MBP	600.00	600.00	0.00%
MKCB	1,200.00	1,200.00	0.00%

Source: DSE and TSL Analysis

IA Share Prices (in TZS)

Counter	30.04.2015	15.05.2015	% Changes
TOL	585.00	585.00	0.00%
TBL	14,500.00	14,500.00	0.00%
TTP	650.00	650.00	0.00%
PAL	470.00	470.00	0.00%
TCC	16,500.00	16,500.00	0.00%
SIMBA	3,800.00	3,810.00	+0.26%
TWIGA	3,710.00	3,500.00	-5.66%
SWISSPORT	5,510.00	5,520.00	+0.18%
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 13-year Government bond was oversubscribed by 88.51%. The government intended to raise TZS 42.0 bln, but receiving bids worth TZS 79.17 bln. However, the government maintain its target by accepting only TZS 65.0bln. Yield decreased to 17.46% compared to 17.52%, the previous 13-year bond auction held on 04th March 2015.

The auction result is as depicted in the table below;

Highest Bid /100	81.1930
Lowest Bid /100	63.0400
Minimum Successful Price/100	72.9500
Weighted Average Price for Successful Bids	79.1595
Weighted Average Yield to Maturity	17.4604
Weighted Average Coupon Yield	17.0542
Amount Offered Tshs (000,000)	42,000.00
Amount Tendered Tshs (000,000)	79,174.50
Undersubscribed (+) / Oversubscribed (-) Tshs (000,000)	-37,174.50
Successful Amount Tshs (000,000)	65,000.00

Secondary Market

Bond worth TZS 3.0 billion exchanged hands during the week in the secondary market as depicted below:

Tenor	Face Value (Tshs.)	Price/100
11.44% Ten-Year	3.0bln	76.0621

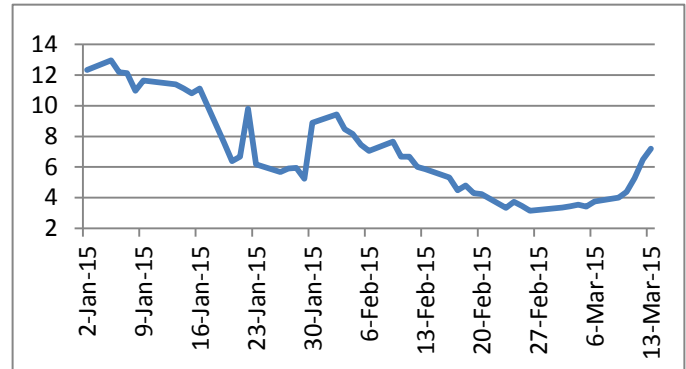
About the Weekly Update report:

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 6.00% from 5.00% recorded in the previous week as shown in the chart below: The trend shows a decrease since January up to now.

Interbank Borrowing Rates (WAR)

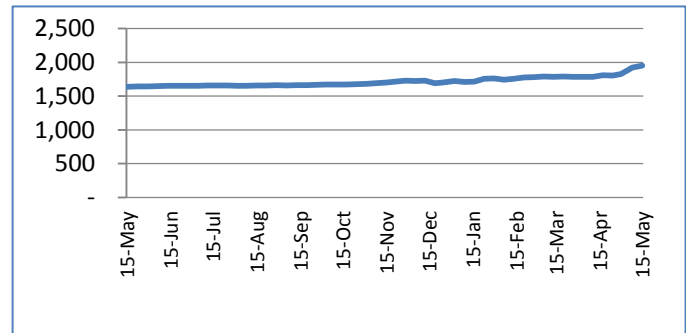


Source: BOT

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

	24-April 2015	30- April 2015	08-May 2015	15-May 2015
TZS/USD	1,806.65	1,829.00	1,921.12	1,950.19
TZS/GBP	2,718.47	2,811.45	2,924.33	3,079.74
TZS/KES	19.27	19.35	20.14	20.30