



# Tanzania Securities Limited

Stock Brokers | Investment Advisers | Fund Managers

MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

## A. Equity

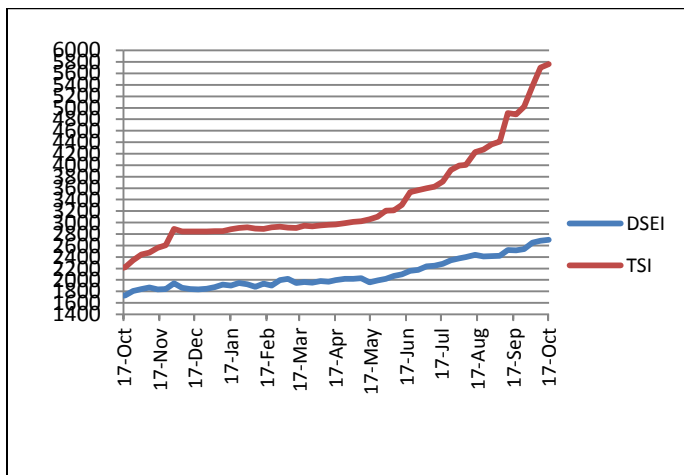
### Market Performance

Indices continued with their upward trajectory this week. The DSEI went up by 0.77% to close at 2,701.82 points while the TSI gained by 1.12% to settle at 5,763.06 points buoyed by gains made on the TBL, Swissport, NMB, CRDB and Simba counters which closed at TZS 18,420; TZS 5,060 TZS 4,690 TZS 450 and TZS 6,010 respectively.

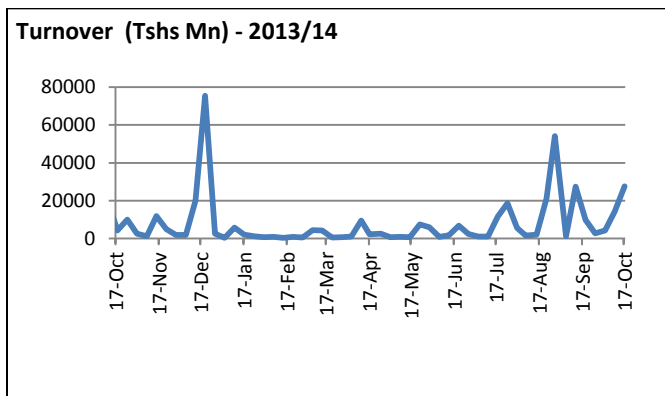
Turnover and activity level this week were relatively stronger. Week-on-week, turnover improved to TZS 27,629 million, +93.75% up from previous TZS 14,260 million. whereas shares traded increased by 38.05% to 8,899,449 compared to the previous week's 6,446,929 shares.

The Banking segment Index strengthened to close the week at 4,322.80 points, on the backdrop of price increase at CRDB and NMB counters. The Industrial & Allied Index lost to close at 7,531.31 points dragged down by TCC, Swala and Twiga counters.

### Market Performance



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

## WEEKLY MARKET COMMENTARY

### 13th Oct 2014 – 17th Oct 2014

#### Statistics – Equity

Total - Week Ending	Oct-10 2014	Oct-17 2014	% Change
<b>Market</b>			
Turnover in Million (TZS)	14,260	27,629	+93.75%
Volume of Shares in '000	6,446	8,899	+38.05%
DSEI	2,681.09	2,701.82	+0.77%
TSI	5,699.39	5,763.06	+1.12%
<b>Banks, Finance &amp; Services</b>			
BI	4,233.54	4,322.80	+2.11%
<b>Industrial and Allied</b>			
IA	7,577.81	7,531.31	-0.61%

Source: DSE

#### Outlook:

The Exchange witnessed a considerable jump in turnover during the week with more support coming from IA segment. We foresee a continued pressure on the demand side, and prices increase in the coming weeks hence investors will benefit by investing in listed stocks.

This week Treasury Bond auction was undersubscribed signaling a less appetite on long term Government securities. On the other side interbank range went up which might be due to pressure on the liquidity side in the money market.

#### Analyst:

**Brenda Massay**

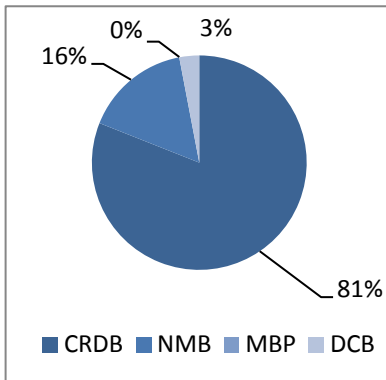
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## Bank, Finance & Investment Sector (BI)



The Banking Sector contributed 12% of the total turnover and 79% of the market activity recorded during the week.

CRDB counter was the most active counter on the segment this week. The counter transacted 6,725,191 shares closing the week up at TZS 450 per share.

NMB had 124,763 shares that exchanged hands during the week closing the week at TZS 4,690 per share.

DCB counter traded 166,037 shares with its price remaining at TZS 550 per share.

There was no transactions on the MBP counter during the week.

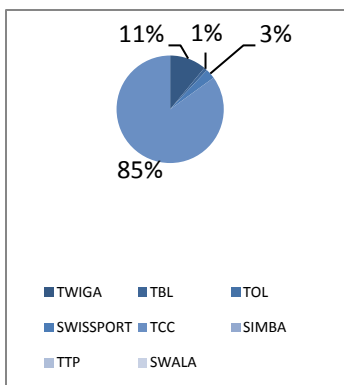
## Industrial and Allied Sector (IA)

Industrial & Allied segment was more liquid this week compared to the previous week.

TCC was the top mover with 1,071,090 shares traded at TZS 18,270; TZS 19,500 and TZS 18,250 per share.

Twiga followed with 598,650 shares. The counter's price fell to TZS 4,510 per share from TZS 4,550 per share last Friday

Swissport gained to TZS 5,060 this week, trading a total of 143,890 shares.



Swala had 39,740 shares that exchanged hands during the week. The counter's price lost to TZS 1,990 per share.

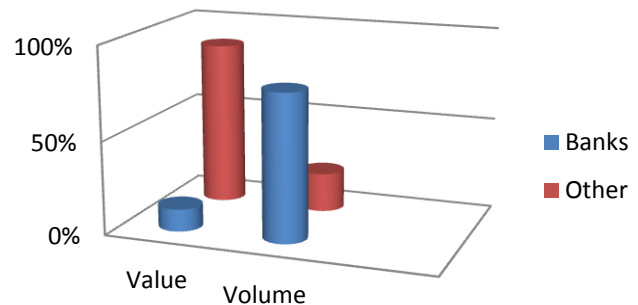
Simba counter traded 10,291 shares, closing the week at TZS 6,010 per share.

TBL counter had 9,972 shares that exchanged hands during the week. The counter gained to close the week at TZS 18,420 per share.

Tatepa counter transacted 8,000 shares at a price of TZS 650 per share.

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

## % Share of the Market's activity



Source: DSE and TSL Analysis

## Banking Sector Share Prices (in TZS)

Counter	10.10.2014	17.10.2014	%Changes
DCB	550.00	550.00	0.00%
NMB	4,660.00	4,690.00	+0.01%
CRDB	425.00	450.00	+5.88%
MBP	600.00	600.00	0.00%

Source: DSE and TSL Analysis

## IA Share Prices (in TZS)

Counter	10.10.2014	17.10.2014	% Changes
TOL	500.00	500.00	0.00%
TBL	18,210.00	18,420.00	+1.15%
TTP	650.00	650.00	0.00%
PAL	475.00	475.00	0.00%
TCC	18,500.00	18,250.00	-1.35%
SIMBA	5,500.00	6,010.00	+9.27%
TWIGA	4,550.00	4,510.00	-0.88%
SWISSPORT	5,000.00	5,060.00	+1.2%
SWALA	2,100.00	1,990.00	-5.24%

Source: DSE and TSL Analysis



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## B. Fixed Income Securities

### Primary Market

There was a fifteen-year bond in this week's primary market that was undersubscribed by 24.8%. WAYT increased to 17.9096% compared to 17.5137% in the previous auction on 6th August 2014.

The auction result is as depicted in the table below;

Highest Bid /100	78.9885
Lowest Bid /100	69.3625
Minimum Successful Price/100	69.3625
Weighted Average Price for Successful Bids	77.2576
Weighted Average Yield to Maturity	17.9096
Weighted Average Coupon Yield	17.4740
Amount Offered Tshs (000,000)	42,000.00
Amount Tendered Tshs (000,000)	31,575.40
Undersubscribed (+) / Oversubscribed (-) Tshs (000,000)	10,424.00
Successful Amount Tshs (000,000)	31,575.40

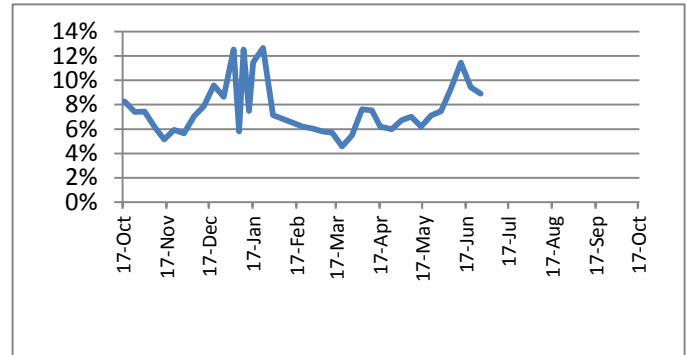
### Secondary Market

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

## Money Market

The Overnight rate towards the end of the week increased further to 9.35%, from 7.63% recorded in the previous week as shown in the chart below:

### Interbank Borrowing Rates (WAR)

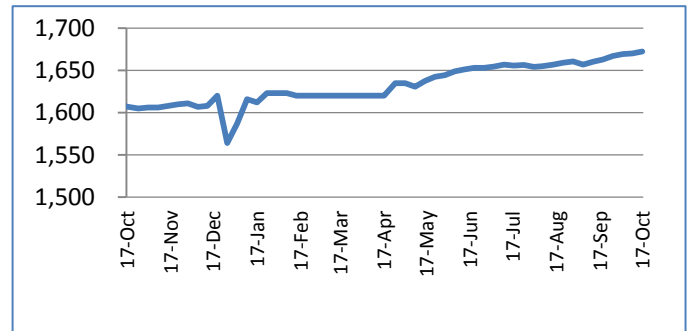


Source: BOT

## 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

	26-Sep 2014	03-Oct 2014	10-Oct 2014	17-Oct 2014
<b>TZS/USD</b>	1,667.09	1,669.51	1,670.15	1,672.51
<b>TZS/GBP</b>	2,721.77	2,697.02	2,701.97	2,677.10
<b>TZS/KES</b>	18.70	18.70	18.75	18.81

### 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.