



Tanzania Securities Limited

Stock Brokers | Investment Advisers | Fund Managers

MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

A. Equity

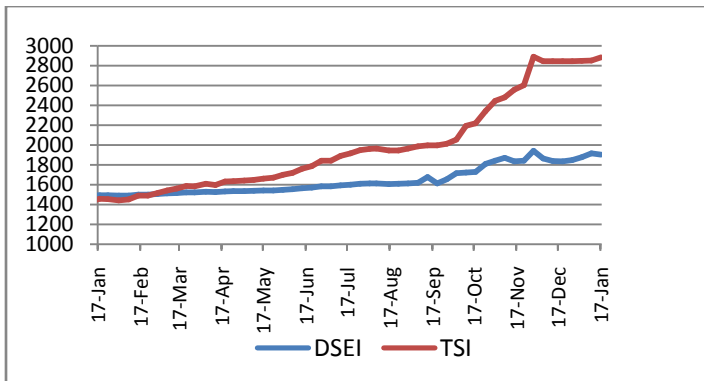
Market Performance

Turnover during the week was significant lower, 64.89% below last week's performance. Week-on-week turnover decreased to TZS 2,055 million from TZS 5,853 million. Likewise, activity levels plummeted by 87.02% compared to the volumes transacted last week. A total of 1,583,595 shares were transacted down from 12,199,566 shares traded in the previous week.

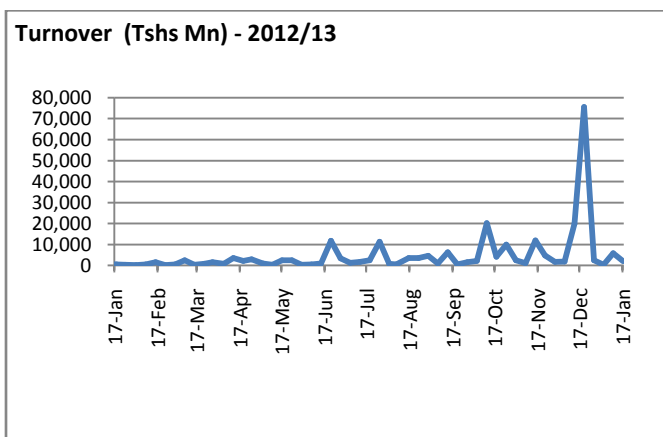
Foreigners accounted for 22% of the week's turnover. The DSEI lost 0.69% to 1,903.34 points. However, the TSI closed 1.15% up at 2,881.71 points supported by the CRDB, NMB, Simba and TBL counters.

The Banking Segment Index settled 2,551.73 points (+1.06%) stronger than previous week due to the gain in NMB and CRDB's prices from TZS 2,620 to TZS 2,640 and from TZS 285 to TZS 290 this week respectively. The Industrial & Allied Index also strengthened further to 3,457.6 points (+1.26%) buoyed by the Simba and TBL counters that gained TZS 300 and TZS 100 to TZS 2,320 and TZS 8,100 respectively.

Market Performance



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

WEEKLY MARKET COMMENTARY

15th Jan 2014 – 17th Jan 2014

Statistics – Equity

Total - Week Ending	Jan-10 2014	Jan-17 2014	% Change
Market			
Turnover in Million (TZS)	5,853	2,055	-64.89%
Volume of Shares in '000	12,199	1,583	-87.02%
DSEI	1,916.67	1,903.34	-0.69%
TSI	2,849.01	2,881.71	+1.15%
Banks, Finance, & Services			
BI	2,524.88	2,551.73	+1.06%
Industrial and Allied			
IA	3,414.56	3,457.6	+1.26%

Source: DSE

Outlook:

Despite the drop in activities during the week-possibly attributed to the public holidays in which the Exchange remained closed, we anticipate sustained demand on the CRDB and NMB counter supported by both foreign and local investors.

The TBL counter is expected to remain active with some investor taking advantage of capital gain while other take position on the speculative side.

Liquidity improved during the week after with interbank rate went down to 11.49% from 12.54% in the previous week. This was also witnessed on the week's Treasury Bills auction which was oversubscribed by 71%, despite the fall in yields rates.

Analyst:

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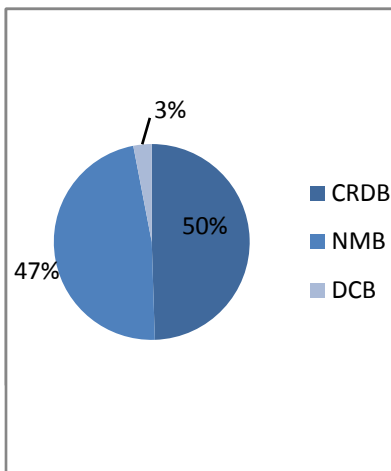
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Bank, Finance & Investment Sector (BI)

This week the Banking segment was active but turnover was lower compared to the Industrial and Allied sector. The sector moved 35% of the market turnover and 89% of the total volume exchanged hands during the week.



CRDB maintained its rally for most of the week. The counter transacted 1,223,553 shares during the week at a prices of

TZS 285 and TZS 290.

NMB had 129,949 shares exchanged hands during the week at prices of TZS 2,620 and TZS 2,640.

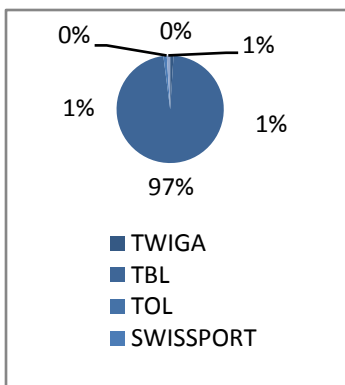
DCB counter traded 50,356 shares at TZS 490 per share, while MBP had 900 shares traded at TZS 600.

Industrial and Allied Sector (IA)

The Industrial and Allied Segment posted a higher turnover compared to the Industrial and Allied sector this week.

TBL counter maintain its lead this week. The counter traded 271,016 shares during the week at prices of TZS 8,000 and TZS 8,100 per share.

Twiga counter transacted 7,555 shares with its price remaining flat. Simba traded 4,687 shares at TZS 2,320 per share.



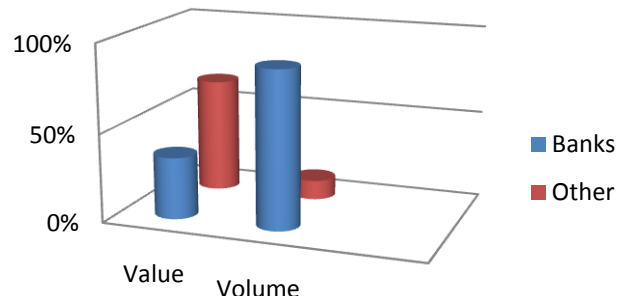
Swissport counter had 7,041 shares transacted at prices of TZS 2,700 and TZS 2,680.

700 shares of TOL, transacted with its price closing the week at TZS 310 per share.

TCC counter had 520 shares traded at TZS 8,600.

There were no activities on TTP and PAL counters during the week.

% Share of the Market's activity



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	10.01.2014	17.01.2014	%Changes
DCB	490.00	490.00	0.00%
NMB	2,620.00	2,640.00	+0.76%
CRDB	285.00	290.00	+1.75%
MBP	600.00	600.00	0.00%

Source: DSE and TSL Analysis

IA Share Prices (in TZS):

Counter	10.01.2014	17.01.2014	% Changes
TOL	310.00	310.00	0.00%
TBL	8,000.00	8,100.00	+1.25%
TTP	650.00	650.00	0.00%
PAL	475.00	475.00	0.00%
TCC	8,600.00	8,600.00	0.00%
SIMBA	2,020.00	2,320.00	+14.85%
TWIGA	2,660.00	2,660.00	0.00%
SWISSPORT	2,700.00	2,680.00	-0.74%

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 90 billion. The Government accepted TZS 119.08 billion out of TZS 126.39 billion subscribed. Yields for the 91-days, 182-days and 364-days eased down. There were no bids on the 35-day tenor.

The auction result is as depicted in the table below;

	35 Days	91 Days	182 Days	364 Days
Minimum Successful Price/100	0.00	96.65	92.65	86.24
Weighted Average Price (WAP) for successful Bid	0.00	96.69	92.96	86.79
Weighted Average Yield (WAY) % per Annum	0.00	13.74	15.19	15.26
Amount Offered TZS (000,000)	5,000	15,000	30,000	40,000
Total Tendered TZS (000,000)	0.00	14,703.38	23,660.00	88,029.60
Undersubscribed(+) Oversubscribed(-) TZS(000,000)	5,000.00	296.62	6,340.00	-48,029.6
Successful Bids TZS(000,000)	0.00	11,203.38	22,160.00	85,719.60

Secondary Market

There were no transactions on Bond counters during the week.

Below are bonds on offer in the secondary market:

Issue Date(M/Y)	Maturity Date(M/Y)	Face Value	Tenor	Yield (ASK) %
02/2012	02/2022	0.5	10-year	15.60
06/2012	06/2022	1.0	10-year	15.60
09/2012	09/2019	1.5	7-year	15.30
11/2012	11/2019	2.0	7-year	15.30
06/2013	06/2020	1.0	7-year	15.40
03/2013	03/2020	3.0	7-year	15.20
03/2013	03/2020	1.5	7-year	15.20
01/2014	01/2016	1.5	2-year	15.50
01/2014	01/2016	1.5	2-year	15.50

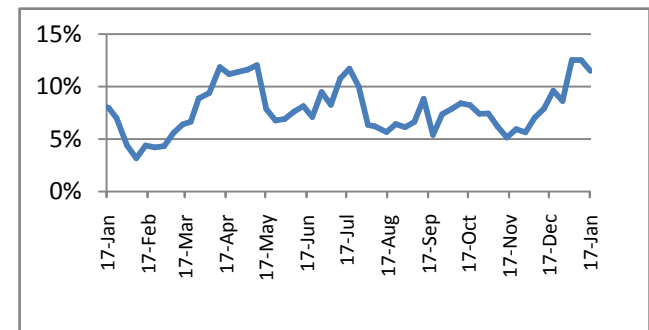
About the Weekly Update report:

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 overnight rate towards the end of this week was 11.49% lower than 12.54% recorded last week, as depicted in the chart below:

Interbank Borrowing Rates (WAR)

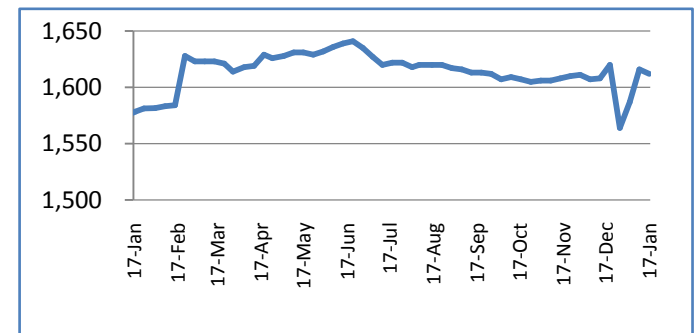


Source: BOT

C. Foreign Exchange

This week, the shilling held ground against the USD as indicated in the chart and table below:

Foreign Exchange – TZS/USD



Source: BOT

Foreign Exchange Market – Four weeks trend

	27-Dec 2013	03-Jan 2014	10-Jan 2014	17-Jan 2014
TZS/USD	1,564.00	1,587.00	1,616.00	1,612.00
TZS/GBP	2,576.52	2,612.25	2,663.42	2,662.93
TZS/KES	18.28	18.23	18.63	18.79