



Tanzania Securities Limited

Stock Brokers | Investment Advisers | Fund Managers

MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

A. Equity

Market Performance

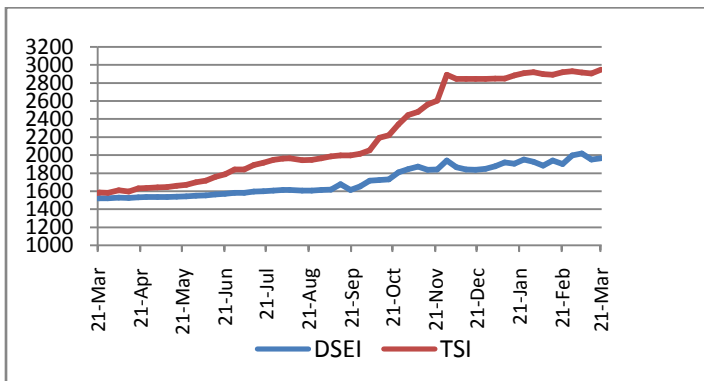
Turnover and activity level were southbound in the week. Activity levels were significantly lower. Week-on-week turnover fell to TZS 571 million (-86.5%) as shares traded decreased by 96% to 341,324, compared to the previous week's TZS 4,215 million in turnover and 8,565,632 shares transacted.

Indices closed in the green. The DSEI settled at 1,962.54 (+0.68%) whereas the TSI closed at 2,946.13 (+1.45%).

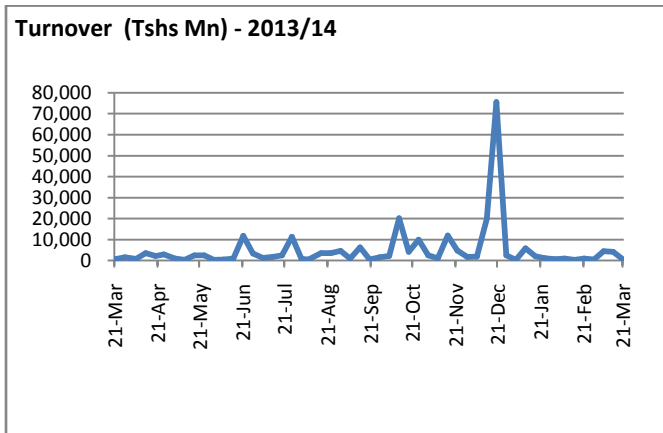
Foreign investors' participation during the week decreased to 14% of the total turnover compared to 87% support recorded in the previous week.

The Banking segment Index weakened (-0.56%) to close the week at 2,619.69 points on the backdrop of losses made on the CRDB (-1.59%) and DCB (-2.04%) counters. The Industrial & Allied Index strengthened (+2.58%) to close at 3,530.31 points buoyed by TCC counter that gained to close the week at TZS 9,900.

Market Performance



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

WEEKLY MARKET COMMENTARY

17th March 2014 – 21st March 2014

Statistics – Equity

Total - Week Ending	Mar-14 2014	Mar-21 2014	% Change
Market			
Turnover in Million (TZS)	4,215	571	-86.5%
Volume of Shares in '000	8,565	341	-96.00%
DSEI	1,949.19	1,962.54	+0.68%
TSI	2,904.08	2,946.13	+1.45%
Banks, Finance, & Services			
BI	2,634.56	2,619.69	-0.56%
Industrial and Allied			
IA	3,441.62	3,530.31	+2.58%

Source: DSE

Outlook:

Tanzania Portland Cement Company (TPCC) released its audited financial results for the FY 2013 indicating a 38.9% drop in net profit to TZS 37,640 million. However the company announced a dividend of TZS 195 per share, an increase of 5% compared to the previous year TZS 185. The last date of trading cum-div is 11th April 2014 and dividend will be paid on or about 30 June 2014.

Looking forward, we expect activity in the market to strengthen in the coming week on selected counters due to continued release of the FY 2013 results.

This week's 2 year Government Bond auction witnessed a huge oversubscription which indicates a strong investors' interest on medium-term Government Securities.

We anticipate a similar reflection in the coming week's Treasury Bill auction.

Analyst:

Brenda Massay

+255 22 211 2807

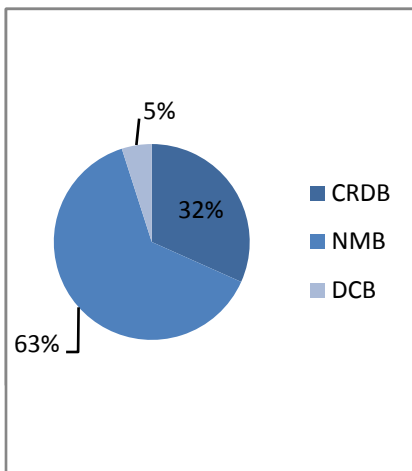
+255 688 137 580

brenda@tanzaniasecurities.co.tz



Bank, Finance & Investment Sector (BI)

This week the Banking segment was less active compared to the previous week. The segment contributed 37% of the total turnover and 83% of the market activity recorded during the week.



CRDB maintained its lead on the banking segment as it traded 214,268 shares at prices of TZS 315; TZS 300 and closed the week at TZS 310.

NMB had 49,833 shares that exchanged hands during the week at a price of TZS 2,660 per share.

DCB counter was more active than the previous week as it traded 20,338 shares at a price of TZS 480 per share.

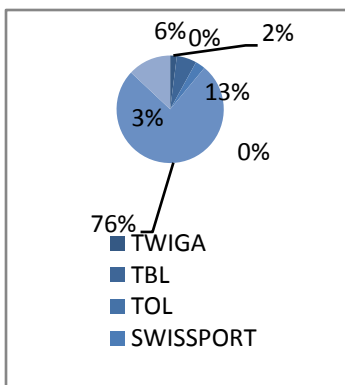
There were no activities on the MBP counter during the week.

Industrial and Allied Sector (IA)

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

TCC was the most active counter in the Industrial and Allied segment, this week. The counter traded 27,831 shares during the week at a prices of TZS 8,900; TZS 10,000 and TZS 9,900 per share.

Simba followed with 19,680 shares transacted at a price of TZS 2,480.



Swissport counter had 3,864 shares transacted at a price of TZS 2,700 per share.

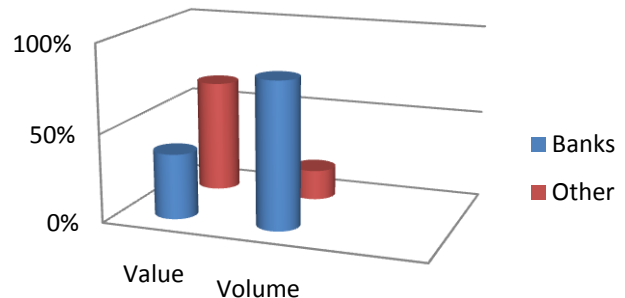
TBL counter traded 2,900 shares at a price of TZS 8,000 per share.

Twiga counter transacted 2,410 shares at a price of TZS 2,500 per share.

TOL counter closed the week at TZS 310 with 200 shares traded.

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

% Share of the Market's activity



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	14.03.2014	21.03.2014	%Changes
DCB	490.00	480.00	-2.04%
NMB	2,660.00	2,660.00	0.00%
CRDB	315.00	310.00	-1.59%
MBP	600.00	600.00	0.00%

Source: DSE and TSL Analysis

IA Share Prices (in TZS):

Counter	14.03.2014	21.03.2014	% Changes
TOL	310.00	310.00	0.00%
TBL	8,000.00	8,000.00	0.00%
TTP	650.00	650.00	0.00%
PAL	475.00	475.00	0.00%
TCC	8,900.00	9,900.00	+11.24%
SIMBA	2,480.00	2,480.00	0.00%
TWIGA	2,500.00	2,500.00	0.00%
SWISSPORT	2,700.00	2,700.00	0.00%

Source: DSE and TSL Analysis



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B. Fixed Income Securities

Primary Market

This week's 2-year Government bond was oversubscribed by 44.88%. Yield decreased to 14.4036% compared to 15.0735%, the previous 2-year bond auction held on 08th January 2014. The auction results are as depicted below:

The auction result is as depicted in the table below;

Highest Bid /100	89.6912
Lowest Bid /100	85.1288
Minimum Successful Price/100	88.2977
Weighted Average Price for Successful Bids	88.8667
Weighted Average Yield to Maturity	14.4036
Weighted Average Coupon Yield	8.7997
Amount Offered Tshs (000,000)	30,900.00
Amount Tendered Tshs (000,000)	116,530.00
Undersubscribed (+) / Oversubscribed (-) Tshs (000,000)	-85,630.00
Successful Amount Tshs (000,000)	75,000.00

Secondary Market

Bonds worth TZS 10.40 billion exchanged hands during the week in the secondary market as depicted below:

Tenor	Face Value (Tshs.)	Price/100
10.08% Seven-Year	3.00bln	80.2505
11.44% Ten-Year	2.40bln	81.7173
13.50% Fifteen-Year	5.00bln	92.5426

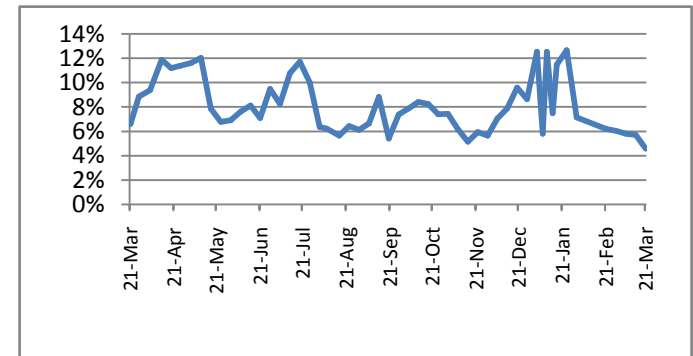
About the Weekly Update report:

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 dropped further to 4.56% compared to 5.70% recorded last week, as depicted in the chart below:

Interbank Borrowing Rates (WAR)

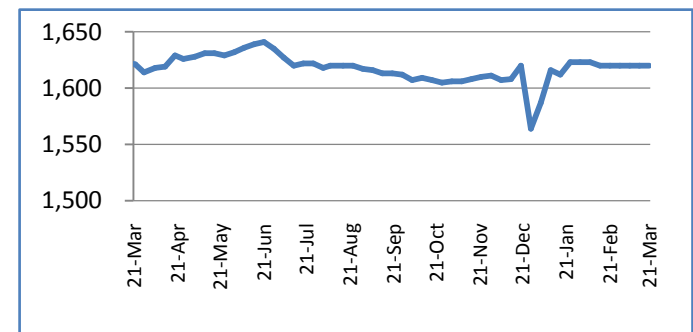


Source: BOT

C. Foreign Exchange

This week, the shilling remained stable against the USD as indicated in the chart and table below:

Foreign Exchange – TZS/USD



Source: BOT

Foreign Exchange Market – Four weeks trend

	28-Feb 2014	07-Mar 2014	14-Mar 2014	21-Mar 2014
TZS/USD	1,620.00	1,620.00	1,620.00	1,620.00
TZS/GBP	2,707.50	2,713.50	2,711.00	2,706.00
TZS/KES	18.80	18.50	18.80	19.00