



Tanzania Securities Limited

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MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

A. Equity

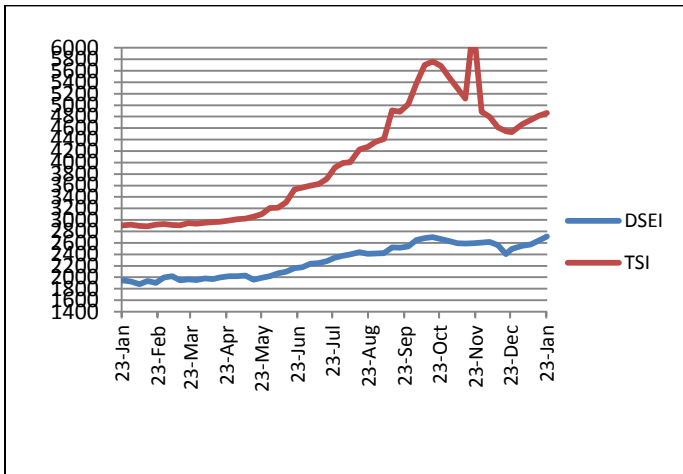
Market Performance

Both indices closed in green with the DSEI settling at 2708.38 (+2.55%) whereas the TSI closed at 4,865.44 (+9.44%).

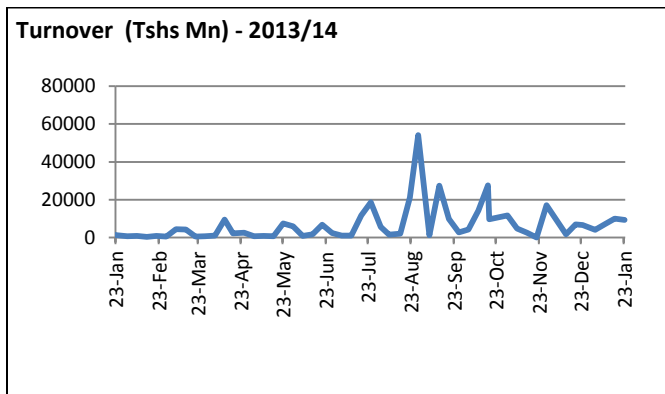
Turnover and activity level were southbound in the week. Activity levels were slightly weaker. Week-on-week, turnover declined to TZS 9,255 million, (-7.26%) as shares traded decreased by 18.7% to 2,643,273 compared to the previous week's TZS 9,980 million in turnover and 3,249,407 shares transacted.

The Banking segment Index strengthened (+9.44%) to close the week at 3,926.72 points. The Industrial & Allied Index lost to close at 6,165.37 (+1.31) dragged down by the losses in Twiga, Simba, TBL and TCC counters.

Market Performance



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

WEEKLY MARKET COMMENTARY

19th Jan 2015 – 23rd Jan 2015

Statistics – Equity

Total - Week Ending	Jan-16 2015	Jan-23 2015	% Change
Market			
Turnover in Million (TZS)	9,980	9,255	-7.26%
Volume of Shares in '000	3,249	2,643	-18.65%
DSEI	2,640.91	2,708.38	+2.55%
TSI	4,812.93	4,865.44	+1.09%
Banks, Finance & Services			
BI	3,588.08	3,926.72	+9.44%
Industrial and Allied			
IA	6,266.05	6,165.37	-1.61%

Source: DSE

Outlook:

This week the market experienced a drop in activities. However we expect activities to pick in the coming week due to speculative activities from investors anticipating good dividend from some counters.

This week's 7 year bond auction indicates a good investors' appetite on the medium term paper, which saw it over subscribed by 36.6pc. We expect better results in the coming T-bills auction as the money market faces favourable liquidity.

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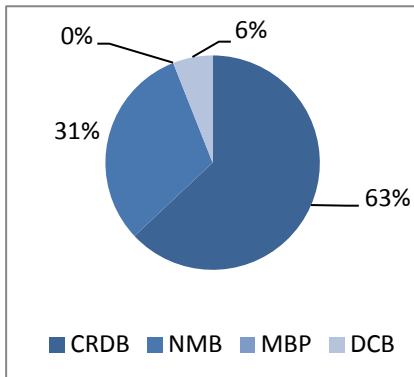
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Bank, Finance & Investment Sector (BI)

Banking segment was illiquid compared to the Industrial and Allied segment this week. The segment contributed 38% of the total turnover and 13% of the market activity.



CRDB counter was the most active counter on the Banking segment this week. The counter transacted 929,813 shares closing the week at TZS 440 per share.

NMB followed with 52,317 shares that exchanged hands during the week, closing the week up at TZS 4,070 per share.

DCB had 40,690 shares that were transacted during the week. The counter closed the week at TZS 900 per share.

There were no transactions on the MBP and Mkombozi counters this week.

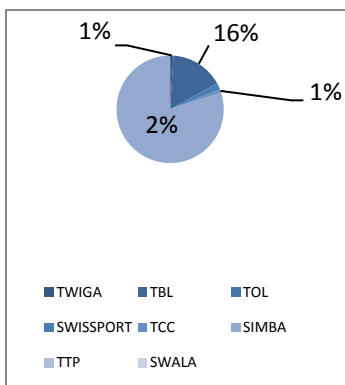
Industrial and Allied Sector (IA)

The Industrial & Allied segment was more liquid and active compared to Banking Segment this week.

Simba was the most active counter on this segment this week with 1,412,402 shares traded closing the week at TZS 4,420 per share.

TBL followed with 86,280 shares transacted, closing the week at a price of TZS 14,480 per share.

TOL closed the week at TZS 580 this week, trading a total of 67,822 shares.



Swissport transacted 29,218 shares, closing the week at TZS 5,200 per share.

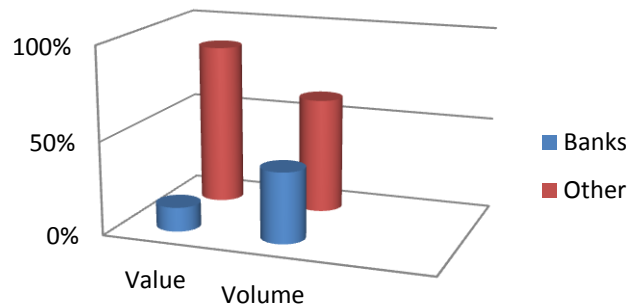
Swala counter traded 25,600 shares, closing the week down at TZS 700 per share.

Twiga traded 11,531 shares at prices of TZS 4,000 and TZS 4,500 per share.

TCC had 3,830 shares that were transacted at a price TZS 16,350 per share.

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	16.01.2015	23.01.2015	%Changes
DCB	790.00	900.00	+13.92%
NMB	3,580.00	4,070.00	+13.69%
CRDB	435.00	440.00	+1.15%
MBP	600.00	600.00	0.00%
MKCB	1,500.00	1,500.00	0.00%

Source: DSE and TSL Analysis

IA Share Prices (in TZS)

Counter	16.01.2015	23.01.2015	% Changes
TOL	580.00	580.00	0.00%
TBL	14,500.00	14,480.00	-0.14%
TTP	650.00	650.00	0.00%
PAL	475.00	475.00	0.00%
TCC	16,500.00	16,350.00	-0.91%
SIMBA	4,490.00	4,420.00	-1.56%
TWIGA	4,490.00	4,000.00	-10.91%
SWISSPORT	5,100.00	5,200.00	+1.96%
SWALA	700.00	700.00	0.00%

Source: DSE and TSL Analysis



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B. Fixed Income Securities

Primary Market

This week's 7-year Government bond was oversubscribed by 36.6%. Yield increased to 16.3381% compared to 15.9656%, the previous 7-year bond auction held on 12th Nov 2014. The auction results are as depicted below:

Highest Bid /100	77.6477
Lowest Bid /100	68.4100
Minimum Successful Price/100	73.9160
Weighted Average Price for Successful Bids	74.4226
Weighted Average Yield to Maturity	16.3381
Weighted Average Coupon Yield	13.5443
Amount Offered Tshs (000,000)	60,000.00
Amount Tendered Tshs (000,000)	81,976.00
Undersubscribed (+) / Oversubscribed (-) Tshs (000,000)	-21,976.00
Successful Amount Tshs (000,000)	60,000.00

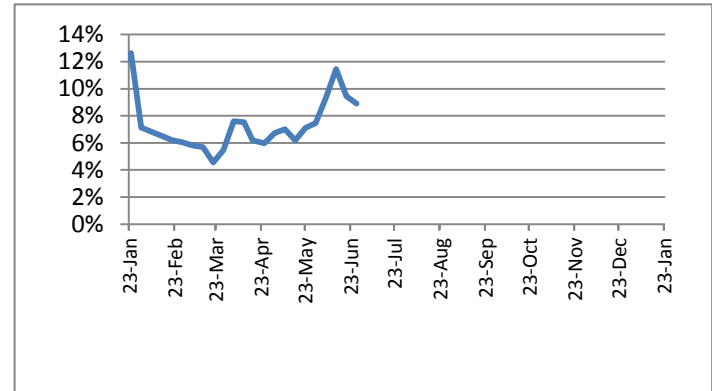
Secondary Market

A ten year 11.44% Treasury bond worth TZS 2 bln was transacted at a price of 76.4013% during the week .

Money Market

The Interbank rate towards the end of the week decreased further to 9.81%, from 10.81% recorded in the previous week as shown in the chart below:

Interbank Borrowing Rates (WAR)

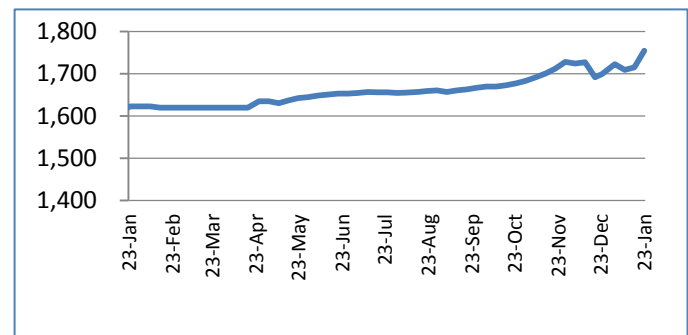


Source: BOT

C. Foreign Exchange

This week, the shilling lost ground against all the major currencies as indicated in the chart and table below:

Foreign Exchange – TZS/USD



Source: BOT

Foreign Exchange Market – Four weeks trend

	02-Jan 2014	09-Jan 2014	16-Jan 2014	23-Jan 2015
TZS/USD	1,723.25	1,709.56	1,715.38	1,754.93
TZS/GBP	2,686.11	2,576.31	2,605.49	2,666.53
TZS/KES	18.99	18.76	18.78	19.13

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