



# Tanzania Securities Limited

Stock Brokers | Investment Advisers | Fund Managers

MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

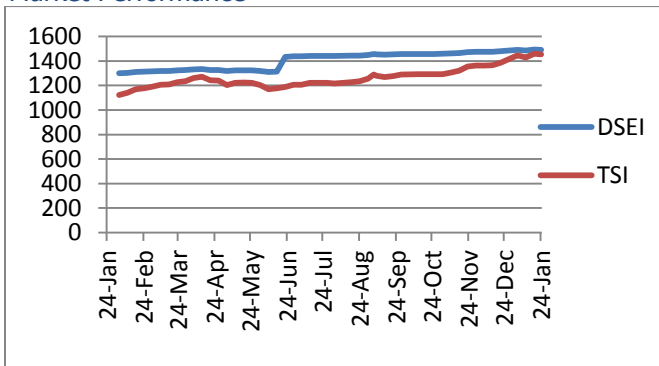
## A. Equity

### Market Performance

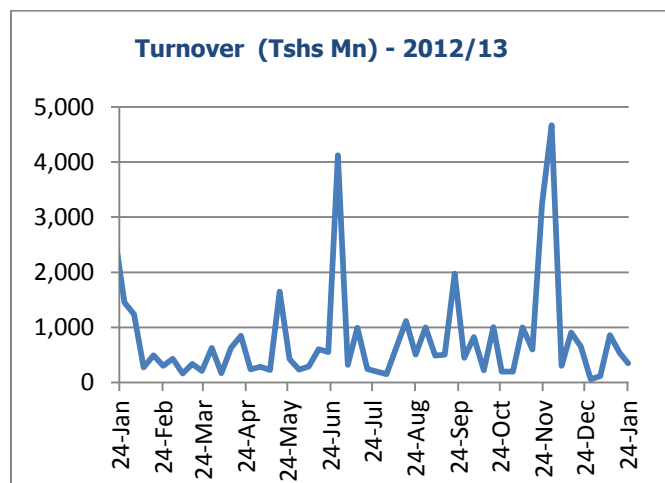
Week-on-week turnover dropped to Tshs.351 million (-34.76%) from Tshs.538 million. Activity levels also shrunk with shares traded plummeting to 386,839 shares (-430.31%). Foreign investors maintained a buy position. 8% of week's turnover was attributed to the foreign investors. This week, both indices closed in red. The DSEI closed 0.05% lower at 1,491.41 points while TSI ended the week at 1,454.88 points (-0.22%), pulled down by TBL counter's loss to close the week at Tshs.2,900. However, NMB, TTP and TCC counters gained (+3.51%; +10.00% and +0.47% respectively). Other counters remained flat throughout the week.

Banking segment Index strengthen (+2.08%) to close the week at 1,258.19 points on the backdrop of a gain posted on the NMB counter. However, the Industrial & Allied Index decreased from last week's, due to TBL's price fall. The segment closed at 1,708.98 (-1.37%).

### Market Performance



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

## WEEKLY MARKET COMMENTARY

21<sup>st</sup> – 24<sup>th</sup> January 2013

### Statistics - Equity

Total - Week Ending	Jan-18 2013	Jan-24 2013	% Change
<b>Market</b>			
Turnover in Million (Tshs)	538	351	-34.76%
Volume of Shares in '000	2,047	386	-430.31%
DSEI	1,492.17	1,491.41	-0.05%
TSI	1,458.11	1,454.88	-0.22%
<b>Banks, Finance, &amp; Services</b>			
BI	1,232.47	1,258.19	+2.08%
<b>Industrial and Allied</b>			
IA	1,732.73	1,708.98	-1.37%

Source: DSE

### Outlook:

Despite this week's weaknesses exhibited by the bourse, we anticipate some more activity in the coming week. We expect the continued presence of foreign investors particularly taking position in the NMB and CRDB counters though in small bits due to the general lack of supply.

Moreover, East African investors are still showing significant interests on the TBL counter.

The 10-year Treasury Bond Auction, which was to happen yesterday, as per Bot's Treasury Bonds issuance calendar for the third quarter (January-March 2013), was not carried on.

We expect increasingly positive performance on the coming week's Treasury Bills Auction, due to investors' short-to-medium term preference shown the previous auctions.

### Analyst

**Moremi Marwa**

+255 22 211 2807

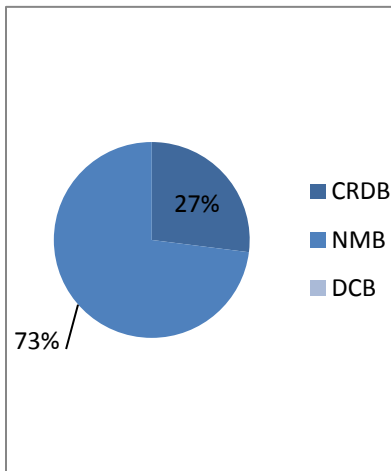
+255 782 007 785

[moremi@tanzaniasecurities.co.tz](mailto:moremi@tanzaniasecurities.co.tz)



## Bank, Finance & Investment Sector (BI)

During the week, CRDB was relatively active as has maintained its rally for most of the week. The market has started to indicate a bullish sentiment on the counter and might see it edging higher in coming weeks. However, the counter remained flat during the week

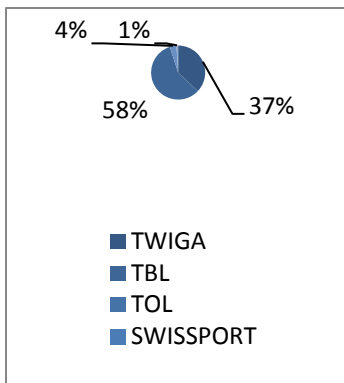


to trade at Tshs.167.50 per share. 224,301 shares transacted.

NMB had 85,861 shares exchanged hands during the week at an average price of Tshs.1,140, though the counter readjusted towards the end of the week to close at Tshs.1,180. Most of the trades were between local investors. Foreign support was 28% of the counters turnover.

## Industrial and Allied Sector (IA)

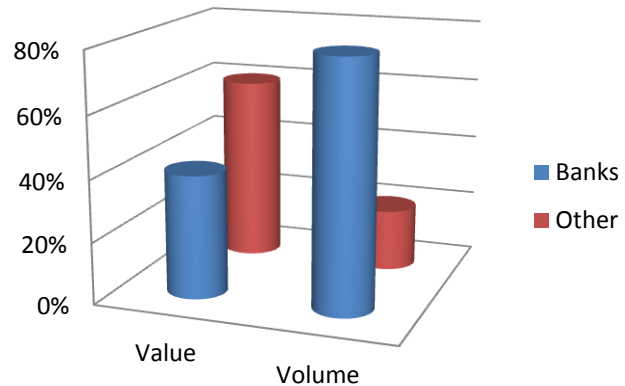
The Industrial segment posted marginal losses mainly as a result of reduced support on most of the counters and TBL price fall. However, TBL counter was again the lead counter this week. The counter generated a turnover of Tshs.125mn from 42,603 shares that exchanged hands during the week at Tshs.2,900 per share, lower than last week.



Twiga counter transacted 30,898 shares with its price remaining flat. Simba traded 965 shares at Tshs.2,400 per share. TCC counter had 1,913 shares transacted at Tshs.4,320, higher than previous week's price of Tshs.4,300. Swissport counter saw

some minimal activity during the week than last week, 98 shares transacted with its price closing the week at Tshs.1,720 per share. TTP transacted 200 shares with its price gaining to Tshs.440 per share.

## % Share of the Market's activity



Source: DSE and TSL Analysis

## Banking Sector Share Prices (in TZS)

Counter	18.01.2013	24.01.2013	%Changes
DCB	620.00	620.00	0.00%
NMB	1,140.00	1,180.00	+3.51%
CRDB	167.50	167.50	0.00%

Source: DSE and TSL Analysis

## IA Share Prices (in TZS):

Counter	18.01.2013	24.01.2013	% Changes
TOL	260.00	260.00	0.00%
TBL	3,000.00	2,900.00	-3.33%
TTP	400.00	440.00	+10.00%
PAL	460.00	460.00	0.00%
TCC	4,300.00	4,320.00	+0.47%
SIMBA	2,400.00	2,400.00	0.00%
TWIGA	2,600.00	2,600.00	0.00%
SWISSPORT	1,720.00	1,720.00	0.00%

Source: DSE and TSL Analysis



# Tanzania Securities Limited

Stock Brokers | Investment Advisers | Fund Managers

MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

## B. Fixed Income Securities

### Primary Market

There was no primary market bonds activity during the week.

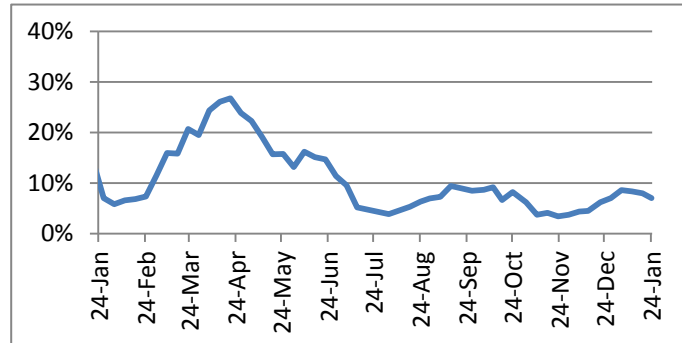
### Secondary Market

Tenor	Face Value (Tshs.)	Price/100
11.44% Ten-year Bond	6.0bn	80.5800
11.44% Ten-year Bond	2.5bn	83.2000
11.44% Ten-year Bond	2.5bn	87.0600

### Money Market

Interbank borrowing witnessed a downward trend. The overnight rate towards the end of this week was 7.02% slightly lower than the 7.95% rate at the end of the previous week.

### Interbank Borrowing Rates (WAR)

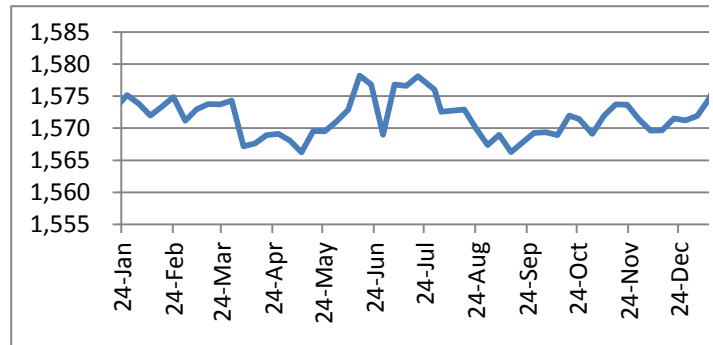


Source: BOT

## C. Foreign Exchange

In comparison to previous week, the shilling lost ground against the USD, GBP while gained against the KES and UGX as indicated in the chart and table below.

### Foreign Exchange – TZS/USD



Source: BOT

### Foreign Exchange – Four weeks trend

	04-Jan 2013	11-Jan 2013	18-Jan 2013	24-Jan 2013
<b>TZS/USD</b>	1,571.90	1,574.51	1,578.35	1,581.39
<b>TZS/GBP</b>	2,526.99	2,542.75	2,522.91	2,503.27
<b>TZS/KES</b>	18.18	18.15	18.16	18.08
<b>TZS/UGX</b>	0.58	0.58	0.59	0.58

Source: BOT & DSE

**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