



Tanzania Securities Limited

Stock Brokers | Investment Advisers | Fund Managers

MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

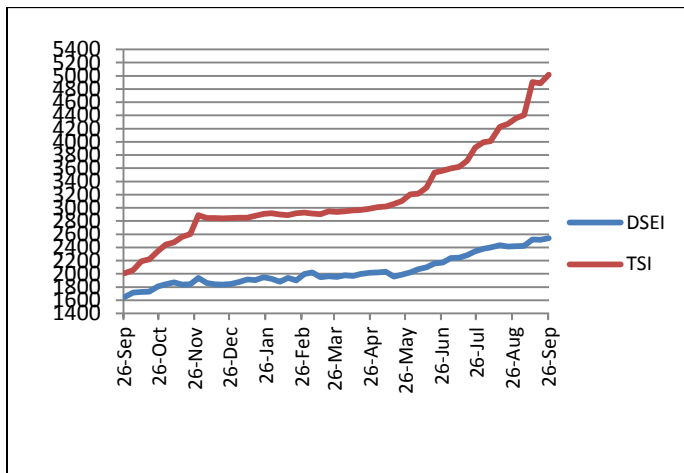
A. Equity Market Performance

The week recorded a weaker performance in terms of turnover and activity level in comparison to last week's. Turnover decreased significantly to TZS 2,746 million compared to TZS 9,837 million recorded in the previous week. Shares traded fell to 1,037,236 shares (-77.61%) compared to last week's 4,631,376 shares.

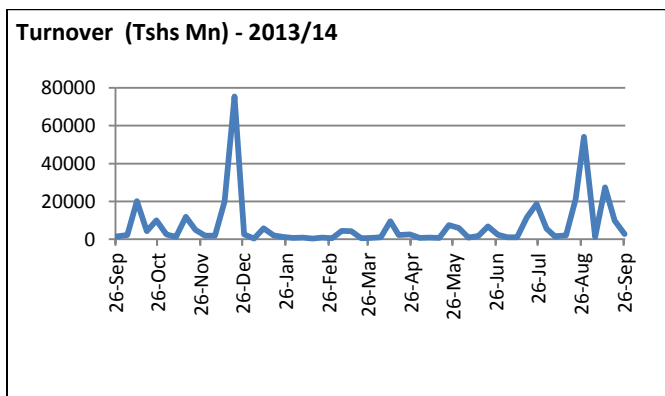
Both indices closed in green. The DSEI closed 0.91% higher at 2,539.15 points while the TSI ended the week at 5,019.47 points (+2.75%) pulled up by NMB, TCC, Twiga, TBL, Simba, Swissport and DCB counters.

Banking segment Index strengthened (+3.22%) to close the week at 3,735.99 points on the backdrop of gains posted on the NMB(+4.37%) and DCB(+2.04%) counters. Similarly, the Industrial and Allied Segment also closed the week higher at 6,590.37 points.

Market Performance



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

WEEKLY MARKET COMMENTARY

22nd Sept 2014 – 26th Sept 2014

Statistics – Equity

Total - Week Ending	Sep-19 2014	Sep-26 2014	% Change
Market			
Turnover in Million (TZS)	9,837	2,746	-72.08%
Volume of Shares in '000	4,631	1,037	-77.61%
DSEI	2,516.25	2,539.15	+0.91%
TSI	4,885.29	5,019.47	+2.75%
Banks, Finance & Services			
BI	3,619.38	3,735.99	+3.22%
Industrial and Allied			
IA	6,423.25	6,590.37	+2.60%

Source: DSE

Outlook:

Activities slowed down this week compared to the previous week. We expect increase in activities in the coming week, supported by both local and foreign investors. We expect an increase in foreign investors activities as the restrictions on foreign investors capital movements have now been relaxed.

The interbank rates eased down from 3.93% to 3.39% this week, signaling improved liquidity among commercial banks. Also the oversubscribed Treasury bills auction this week indicate the improvement of liquidity in the economy.

Analyst:

Brenda Massay

+255 22 211 2807

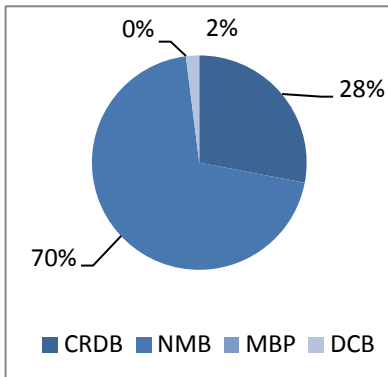
+255 688 137 580

brenda@tanzaniasecurities.co.tz



Bank, Finance & Investment Sector (BI)

The Banking segment was less active this week compared to the Industrial and Allied Segment and was also less active compared to the previous week. The segment contributed 25% of the total turnover and 73% of the market activity recorded during the week.



CRDB counter was the most active counter on the segment this week.

The counter transacted 618,726 shares at a price of TZS 320 per share.

NMB had 118,689 shares that exchanged hands during the week at prices of TZS 4,170; TZS 4,180 and closed the week at TZS 4,350 per share.

DCB counter closed the week at a price higher than the previous week's. TZS 500 per share, transacting 24,682 shares.

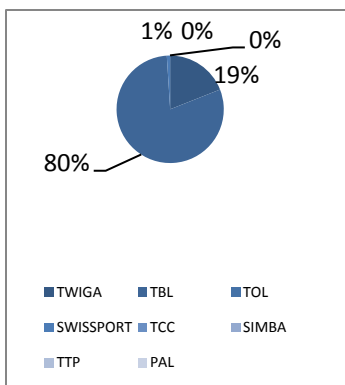
There were no activities on the MBP counter during the week.

Industrial and Allied Sector (IA)

The Industrial and Allied Segment posted a higher turnover but a lower volume compared to the Banking segment.

Twiga is still the leading counter this week again. The counter traded 112,753 shares, closing the week at TZS 3,790 per share.

TBL followed with 87,940 shares transacted at prices of TZS 16,100; TZS 16,020 and TZS 16,070 per share.



TOL had 58,070 shares that traded during the week, the counter's price remained flat at TZS 480 per share.

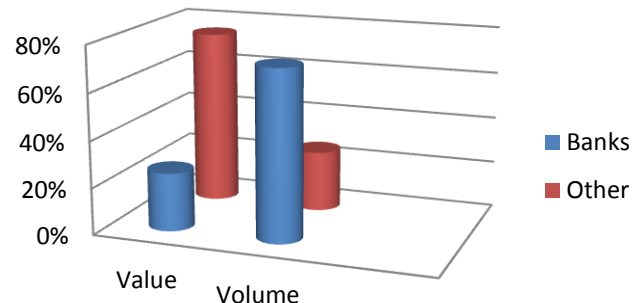
TCC counter had 11,831 shares that were transacted closing the week higher at TZS 17,000 per share.

Simba counter traded 2,584 shares that traded at prices of TZS 4,100; TZS 4,200 and TZS 4,110 per share.

Swissport counter had 961 shares that exchanged hands during the week. The counter gained to close the week at TZS 3800 per share.

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

% Share of the Market's activity



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	19.09.2014	26.09.2014	%Changes
DCB	490.00	500.00	+2.04%
NMB	4,170.00	4,350.00	+4.32%
CRDB	320.00	320.00	0.00%
MBP	600.00	600.00	0.00%

Source: DSE and TSL Analysis

IA Share Prices (in TZS)

Counter	19.09.2014	26.09.2014	% Changes
TOL	480.00	480.00	0.00%
TBL	16,020.00	16,100.00	+0.50%
TTP	650.00	650.00	0.00%
PAL	475.00	475.00	0.00%
TCC	15,520.00	17,000.00	+9.54%
SIMBA	4,100.00	4,110.00	+0.24%
TWIGA	3,700.00	3,790.00	+2.43%
SWISSPORT	3,720.00	3,800.00	+2.15%
SWALA	900.00	900.00	0.00%

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 135 billion. The auction results show an oversubscription of 193%. Yields for all tenors eased down. WAYT decreased further to 12.33% from 12.90% in the previous action held on 10th Sept 2014.

The auction result is as depicted in the table below;

	35 Days	91 Days	182 Days	364 Days
Minimum Successful Price/100	99.50	97.31	93.69	87.90
Weighted Average Price (WAP) for successful Bid	99.53	97.60	93.91	88.38
Weighted Average Yield (WAY) % per Annum	4.96	9.88	13.01	13.19
Amount Offered TZS (000,000)	3,000	32,000	45,000	55,000
Total Tendered TZS (000,000)	4,100.00	109,086.50	153,546.60	130,158.8
Undersubscribed(+) Oversubscribed(-) TZS(000,000)	-1,100.00	-77,086.50	-108,546.6	-75,158.78
Successful Bids TZS(000,000)	4,100.00	55,000.00	109,000.00	107,000.0

Secondary Market

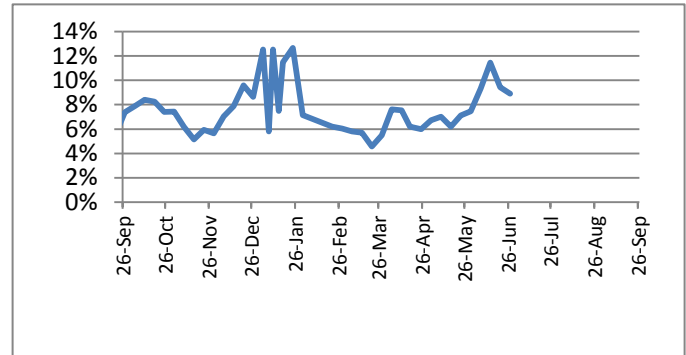
Bonds worth TZS 5.30 billion exchanged hands in the secondary market during the week with prices as indicated in the table below:

Tenor	Face Value (TZS)	Price/100
10.08% 7-Year	3.0bn	79.0000
10.08% 7-Year	1.3bn	78.0095
11.44% 10-Year	2.0bn	77.6079

Money Market

The Interbank rate towards the end of the week continued with its downward trend to 3.39%, from 3.93% recorded in the previous week as shown in the chart below:

Interbank Borrowing Rates (WAR)

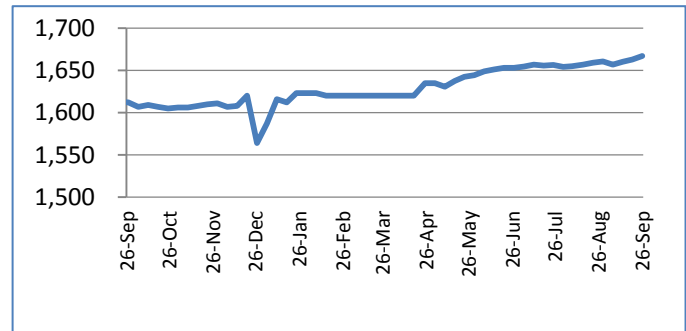


Source: BOT

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

	05-Sep 2014	12-Sep 2014	19-Sep 2014	26-Sep 2014
TZS/USD	1,656.95	1,660.40	1,663.13	1,667.09
TZS/GBP	2,722.53	2,699.15	2,722.37	2,721.77
TZS/KES	18.69	18.69	18.68	18.70

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



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