



Tanzania Securities Limited

Stock Brokers | Investment Advisers | Fund Managers

MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

A. Equity

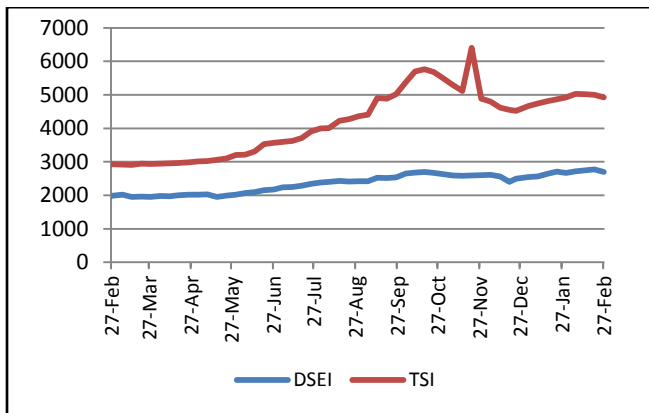
Market Performance

Market turnover plummeted this week in comparison to last week's records. Both share indices edged south amid the price fall in some counters in comparison to the previous week. The DSEI lost to close at 2,701.28 points (-2.63%) while TSI dropped by 1.49% to close at 4,924.66 points, dragged down by the loss on DCB, CRDB; and TBL counters.

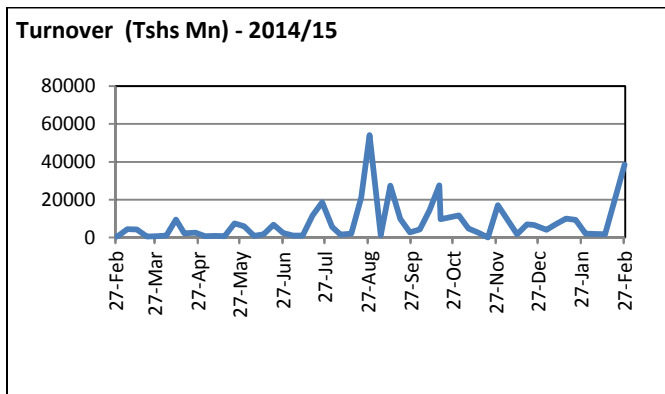
Weekly turnover slipped to TZS 38,581.99 million (-11.92%) compared to the last week's TZS 43,182.10 million. However, activity level improved slightly to 4,205,397 shares (+0.44%) compared to 4,186,749 shares traded in the previous week.

Banking segment Index weakened to settle at 4,024.85 points (-3.37%) dragged down by a loss on the DCB (-0.56%) and CRDB (-10.53) counters which close at TZS 885 and TZS 425 respectively. Similarly, Industrial & Allied Index edged south to close at 6,163.13 points (-0.72%) dragged down by a loss on TBL (-1.45%) counter which close the week at TZS 14,290.

Shares Indices



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

WEEKLY MARKET COMMENTARY

23th Feb 2015 – 27th Feb 2015

Statistics – Equity

Total - Week Ending	Feb-20 2015	Feb-27 2015	% Change
Market			
Turnover in Million (TZS)	43,182.10	38,581.9	-11.92%
Volume of Shares in '000	4,187	4,205	+0.44%
DSEI	2,774.19	2,701.28	-2.63%
TSI	4,999.35	4,924.66	-1.49%
Banks, Finance & Services			
BI	4,165.23	4,024.85	-3.37%
Industrial and Allied			
IA	6,208.07	6,163.13	-0.72%

Source: DSE

Outlook:

The Bourse experienced a fall in turnover despite a slight improvement in activity level. The fall has been attributed to the increase in supply which was triggered by price fall in some active counters.

We anticipate moderate activity in the coming week with continued support from local investors.

This week's Treasury bill action witnessed high oversubscription level which was due to high liquidity in the market. We still expect liquidity to remain favourable in the coming week. However we might see improvement on TZS against USD as traders will need the local currency to settle some month-end statutory obligations.

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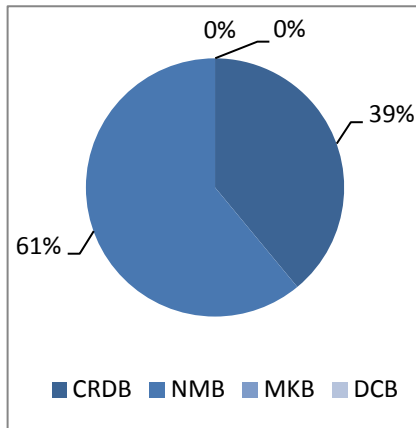
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Bank, Finance & Investment Sector (BI)

This week the Banking segment was less liquid compared to the Industrial and Allied segment. The segment contributed 6% of the total turnover and 22% of the market activity.



This week NMB counter was the most active counter on the Banking segment. The counter transacted 568,238 shares closing the week at TZS 4,290 per share.

CRDB followed with 359,915 shares that exchanged hands during the week at a price of TZS 425 per share.

DCB had 1,934 shares that transacted during the week. The counter closed the week at TZS 885.00 per share.

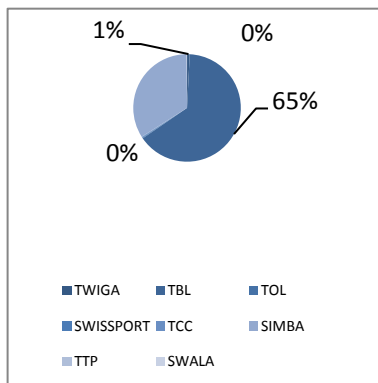
There was no transaction on the Mkombozi Commercial Bank and MBP counter this week.

Industrial and Allied Sector (IA)

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

TBL was the most active counter on this segment this week with 2,122,790 shares traded, closing the week at TZS 14,290 per share.

Simba followed with the 1,102,450 shares transacted, closing the week at TZS 4,420.



Twiga had 26,635 shares transacted, closing the week at a price of TZS 3,890 per share.

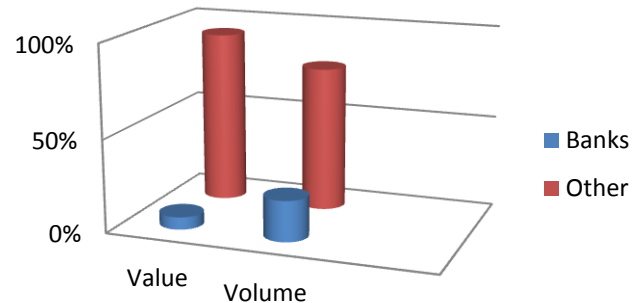
Swissport closed the week at TZS 5,410, trading a total of 7,268 shares.

TOL transacted 6,600 shares, closing the week at TZS 550 per share.

TCC counter traded 5,677 shares, closing the week at TZS 17,100 per share. Swala traded 3,880 shares closing at a price of TZS 600 per share.

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

% Share of the Market's activity



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	20.02.2015	27.02.2015	%Changes
DCB	890.00	885.00	-0.56%
NMB	4,290.00	4,290.00	0.00%
CRDB	475.00	425.00	-10.53%
MBP	600.00	600.00	0.00%
MKCB	1,500.00	1,300.00	0.00%

Source: DSE and TSL Analysis

IA Share Prices (in TZS)

Counter	20.02.2015	27.02.2015	% Changes
TOL	550.00	550.00	0.00%
TBL	14,500.00	14,290.00	-1.45%
TTP	650.00	650.00	0.00%
PAL	470.00	470.00	0.00%
TCC	17,000.00	17,100.00	0.59%
SIMBA	4,400.00	4,420.00	+0.45%
TWIGA	3,890.00	3,890.00	0.00%
SWISSPORT	5,330.00	5,410.00	+1.50%
SWALA	600.00	600.00	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 100 bln. The auction results show an oversubscription of 501.12%. The government received bids worth TZS 601.12bln but accepted only TZS 159.37bln, slightly above their targeted amount. Yield for all tenure fall in comparison to the previous Treasury bill auction.

	35 Days	91 Days	182 Days	364 Days
Minimum Successful Price/100	99.62	97.92	94.35	89.15
Weighted Average Price (WAP) for successful Bid	99.62	97.92	94.60	89.39
Weighted Average Yield (WAY) % per Annum	4.00	8.52	11.45	11.90
Amount Offered TZS (000,000)	1,000	2,000	42,000	55,000
Total Tendered TZS (000,000)	6000.00	19,381.08	291,430.40	284,312.3
Undersubscribed(+) Oversubscribed(-) TZS(000,000)	-5000.00	-17,381.1	-249,430.4	-229,312.3
Successful Bids TZS(000,000)	1,000.00	2,000.00	70,888.42	85,484.00

Auction result Summary (Source: BOT)

Secondary Market

Bonds worth TZS 38.2 billion exchanged hands in 6 deals during the week in the secondary market as depicted below:

Tenor	Face Value (Tshs.)	Price/100
11.44% 10-Year	9.4bln	76.5556
11.44% 10- Year	7.5bln	79.8727
11.44% 10-Year	2.4bln	76.4701
11.44% 10-Year	7.5bln	79.8724
11.44% 10-Year	9.4bln	76.5555
7.82% 2-year	2bln	88.8376

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 Interbank rate towards the end of the week decreased further to 3.14% from 4.24% recorded in the previous week as shown in the chart below:

Interbank Borrowing Rates (WAR)

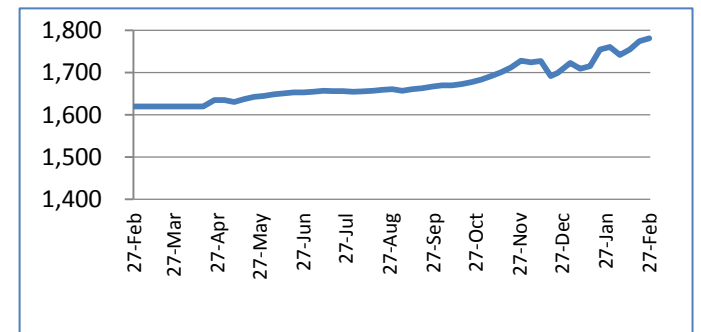


Source: BOT

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

	30-Jan 2014	13-Feb 2014	20-Feb 2014	27-Feb 2015
TZS/USD	1,760.78	1,754.93	1,774.65	1,781.46
TZS/GBP	2,659.13	2,784.78	2,737.76	2,759.92
TZS/KES	19.02	19.16	19.40	19.48