Tanzania Securities Limited
Stock Brokers | Investment Advisers | Fund Managers
MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

WEEKLY MARKET COMMENTARY
23th March 2015 – 27th March 2015

A. Equity

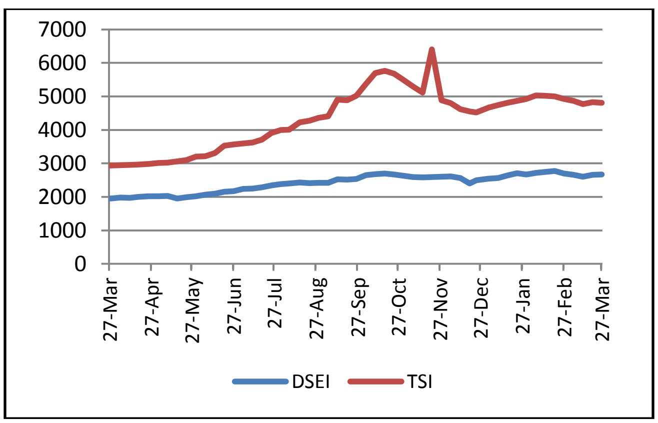
Market Performance

Week-on-Week turnover dropped to TZS 532,262,645 million from TZS 9,066,632,590 million from last week. However, activity levels also shrunk with the share traded plummeting to 357,297 shares from 11,567,312 shares recorded in the previous week.

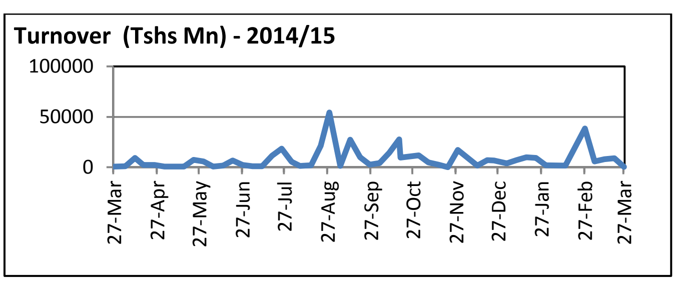
This week DSEI closed in green while TSI closed in red. The DSEI closed at 2,673.30 points (0.67% higher) points , while the TSI ended the week at 4,811.94 points (-0.31%) , mainly pulled down by DCB, NMB, CRDB, TCC, Simba and Swala counters which lose by TZS 5, 80, 5, 30, 200 and 5 respectively.

The Banking segment Index weakened to 3,392.47 points (-1.90%) dragged down by a loss on the DCB (-0.58%) , CRDB (-1.23) and NMB (-2.29%). Industrial & Allied Index strenghened further to 6,351.26 points (+0.28%) higher than last week buoyed by gain on Twiga counter that gained (+0.53%), to TZS 4,000.

Shares Indices



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

Statistics – Equity

Total - Week Ending	March20 2015	March-27 2015	% Change
Market			
Turnover in Million (TZS)	9,066.63	532.26	-94.13%
Volume of Shares in '000	11,567.31	357.29	-96.91%
DSEI	2,655.59	2,673.30	+0.67%
TSI	4,826.68	4,811.94	-0.31%
Banks, Finance & Services BI	3,458.34	3,392.47	-1.90%
Industrial and Allied IA	6,333.29	6,351.26	+0.28%

Source: DSE

Outlook:

This week's market turnover drop dramatically amid price fall in several counters. The downfall has been attributed to the increase in supply which analyst sees it as resulted from investors' fear on price depreciation after or before the release of companies annual results.

As we expect this condition to remain at least for the coming week, we foresee moderate activities with support from mainly local investors.

The Treasury Bill auction conducted this week was highly over subscribed sending signal of the favourable liquidity in the money market. We expect to see though at lower level, a comparable interest from investors in a 10.08% 7 year Government Bond auction set for next Wednesday.

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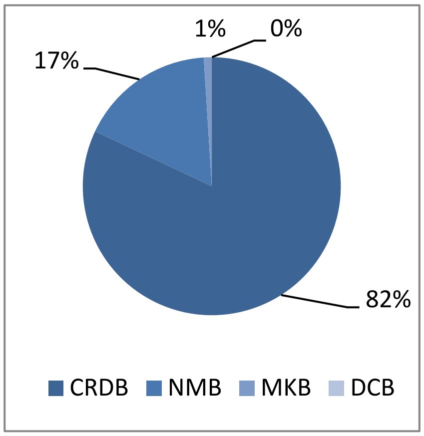
Bank, Finance & Investment Sector (BI)

This week the Banking segment was more liquid on market activity and turnover compared to the Industrial and Allied segment. The segment contributed 54% of the total turnover and 87% of the market activity.



This week CRDB counter was the most active counter on the Banking segment. The counter transacted 255,411 shares closing the week at TZS 400 per share.

NMB followed with 53,819 shares that exchanged hands during the week and close at a price of TZS 3,420 per share.

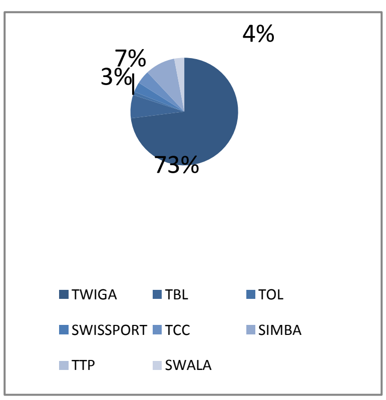
DCB had 1,340 shares that transacted during the week. The counter closed the week at TZS 850.00 per share.MBP had 500 sharea that transacted during the week. The counter closed the week at TZS 600.00 per share.

There was no activities on the MKCB counter this week.

Industrial and Allied Sector (IA)

The Industrial & Allied segment was less liquid on market activity and turnover compared to Banking Segment this week.

Twiga was the most active counter on this segment this week with 33,103 shares traded, closing the week at TZS 4,000 per share.



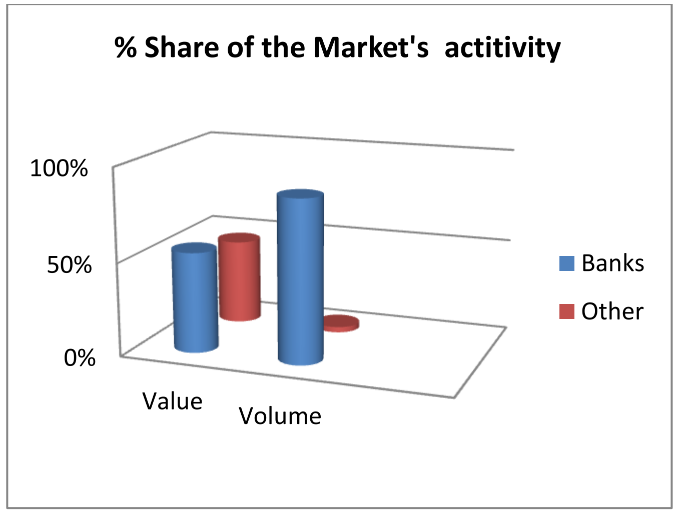
Simba followed with the 3,884 shares transacted, closing the week at TZS 4,300

TBL had 3,475 shares transacted, closing the week at a price of TZS 15,000 per share.

TCC closed the week at TZS 17,000 trading a total of 1,720 shares.

Swiss port transacted 1,414 shares, closing the week at TZS 6,600 per share. Swala counter traded 1,250 shares, closing the week at TZS 545 per share. TOL traded 601 shares, closing at a price of TZS 560 per share.

There were no activities on the PAL and TTP counters during



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	20.03.2015	27.03.2015	%Changes
DCB	855.00	850.00	-0.58%
NMB	3,500.00	3,420.00	-2.29%
CRDB	405.00	400.00	-1.23%
MBP	600.00	600.00	0.00%
MKCB	1,250.00	1,250.00	0.00%

Source: DSE and TSL Analysis

IA Share Prices (in TZS)

Counter	20.03.2015	27.03.2015	% Changes
TOL	560.00	560.00	0.00%
TBL	15,000.00	15,000.00	0.00%
TTP	650.00	650.00	0.00%
PAL	470.00	470.00	0.00%
TCC	17,030.00	17,000.00	-0.18%
SIMBA	4,500.00	4,300.00	-4.44%
TWIGA	3,800.00	4,000.00	+0.53%
SWISSPORT	6,600.00	6,600.00	0.00%
SWALA	550.00	545.00	-0.91%

Source: DSE and TSL Analysis

the week.

B. Fixed Income Securities
Primary Market

This week the Government through BOT auctioned Treasury bills worth TZS 135 bln. The auction results show an oversubscription of 136.9%. The government received bids worth TZS 319.8 bln but retained only TZS135 bln.

Treasury Bills Auction results are indicated below:

	35 Days	91 Days	182 Days	364 Days
Minimum Successful Price/100	99.65	98.28	93.91	90.58
Weighted Average Price (WAP) for successful Bid	99.78	98.37	95.71	91.17
Weighted Average Yield (WAY) % per Annum	2.28	6.63	8.99	9.71
Amount Offered TZS (000,000)	3,000	32,000	45,000	55,000
Total Tendered TZS (000,000)	4,500	62,591.05	115,069.80	137,600.8
Undersubscribed(+) Oversubscribed(-) TZS(000,000)	-1,500	30,591.05	-70,069.75	-82,600.82
Successful Bids TZS(000,000)	3,000	32,000.00	105,000.00	110,000.0

Secondary Market

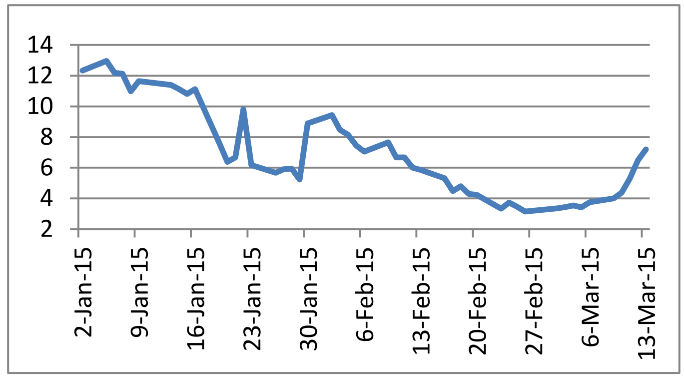
Bonds worth TZS 22.9 billion exchanged hands in 8 deals during the week in the secondary market as depicted below:

Tenor	Face Value (Tshs.)	Price/100
10.08% 7-Year	3bln	79.6687
10.08% 7- Year	1bln	82.3501
10.08% 7-Year	5bln	79.2793
9.18% 5-Year	1bln	87.9191
9.18% 5- Year	6bln	88.5758
9.18% 5-Year	2bln	86.0851
11.44% 10-Year	2bln	79.9788
10.08% 7- Year	2.9bln	81.7216

Money Market

The Interbank rate towards the end of the week decreased to 6.98% from 8.0% recorded in the previous week as shown in the chart below:

Interbank Borrowing Rates (WAR)

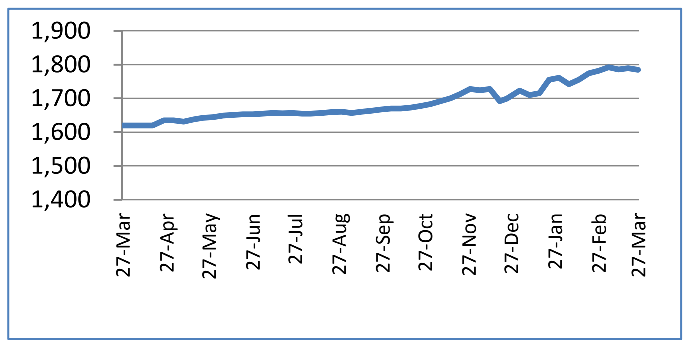


Source: BOT

C. Foreign Exchange

This week, the shilling gain ground against the greenback as indicated in the chart and table below:

Foreign Exchange – TZS/USD



Source: BOT

Foreign Exchange Market – Four weeks trend

	06-Feb 2015	13-March2015	20-March 2015	27-March 2015
TZS/USD	1,791.76	1,785.99	1,789.39	1,784.57
TZS/GBP	2,731.18	2,675.15	2,658.06	2,656.6
TZS/KES	19.66	19.48	19.46	19.39

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

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