



Tanzania Securities Limited

Stock Brokers | Investment Advisers | Fund Managers

MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

A. Equity

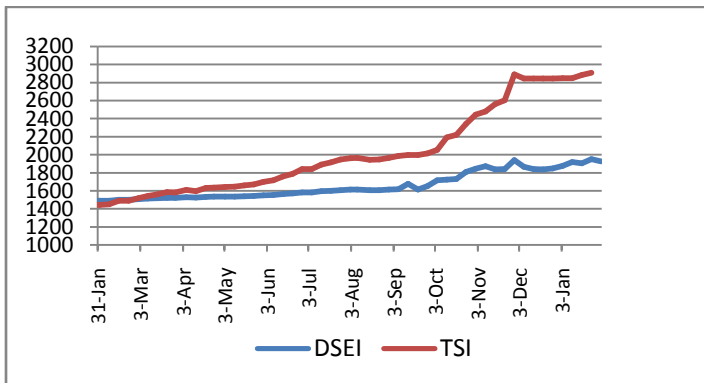
Market Performance

The week registered substantial decrease in Turnover, TZS 665.48 million, -43.88% from TZS 1,185 million, last week. Similarly, activity levels plummeted with shares traded reduced to 663,926 shares (-42.65%) in comparison to the previous week's 1,156,423 shares.

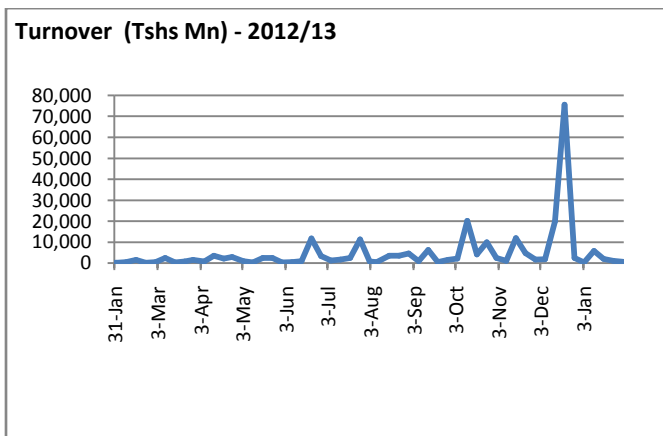
In comparison to last week, the Dar es Salaam Stock Exchange Index closed the week down, at 1,923.57 points (-1.31%). The All Share Index ended the week at 2,919.67 points (+0.43%).

Banking segment Index strengthened (+2.2%) to close the week at 2,648.55 points pulled up by CRDB's price increase compared to last week. However, the Industrial & Allied Index weakened to 3,461.05 points (-0.44%) dragged by the price loss of TZS 20 on the TBL counter.

Market Performance



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

WEEKLY MARKET COMMENTARY

27th Jan 2014 – 31st Jan 2014

Statistics – Equity

Total - Week Ending	Jan-24 2014	Jan-31 2014	% Change
Market			
Turnover in Million (TZS)	1,185	665	-43.9%
Volume of Shares in '000	1,156	663	-42.7%
DSEI	1,949.14	1,923.57	-1.31%
TSI	2,907.27	2,919.67	+0.43%
Banks, Finance, & Services			
BI	2,592.57	2,648.55	+2.2%
Industrial and Allied			
IA	3,476.53	3,461.05	-0.44%

Source: DSE

Outlook:

We expect activity to be particularly more pronounced for banking counters because of their existing room to accommodate foreign investors.

This week's T-Bills Auction witnessed an oversubscription amounting to TZS 107bln mainly backed by investors' preference sentiment on government securities. We anticipate similar trend on the next week's bond auction.

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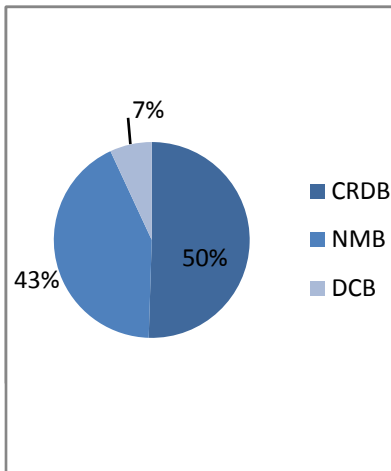
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Bank, Finance & Investment Sector (BI)

This week the Banking segment was active but turnover was lower compared to the Industrial and Allied sector. The sector moved 8% of the market turnover and 92% of the total volume exchanged hands during the week.



CRDB maintained its rally for most of the week. The counter transacted 522,588 shares during the week at prices of TZS 300 and TZS

320.

NMB had 49,398 shares exchanged hands during the week at a price of TZS 2,660.

DCB counter traded 41,541 shares at TZS 490 per share. There were no activities on the TBL counter.

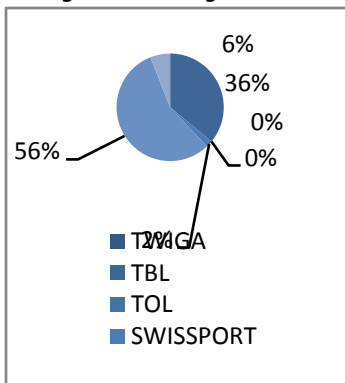
Industrial and Allied Sector (IA)

The Industrial and Allied Segment posted a higher turnover compared to the Banking sector this week.

TCC was the most active counter in the Industrial sector, this week. The counter traded 23,248 shares during the week at prices of TZS 8,600 per share.

TBL followed with 15,588 shares transacted at a price of TZS 8,100.

Simba counter had 8,404 shares transacted with its price closing the week higher than the previous week at TZS 2,380.



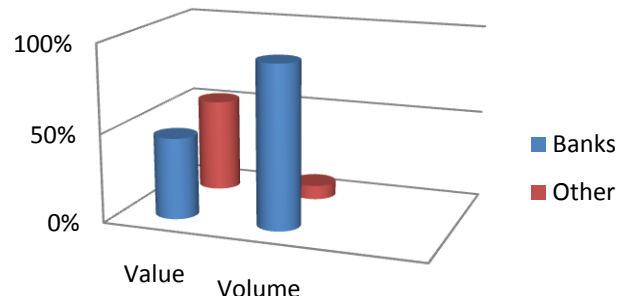
2,757 shares of Swissport, were transacted at a price of TZS 2,700

Twiga counter had 254 shares traded at TZS 2,660

Tatepa counter had 106 shares traded at TZS 650 while TOL counter had 42 shares traded at TZS 310.

There were no activities the PAL counter during the week.

% Share of the Market's activity



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	24.01.2014	31.01.2014	%Changes
DCB	490.00	490.00	0.00%
NMB	2,660.00	2,660.00	0.00%
CRDB	300.00	320.00	+66.67%
MBP	600.00	600.00	0.00%

Source: DSE and TSL Analysis

IA Share Prices (in TZS):

Counter	24.01.2014	31.01.2014	% Changes
TOL	310.00	310.00	0.00%
TBL	8,100.00	8,100.00	0.00%
TTP	650.00	650.00	0.00%
PAL	475.00	475.00	0.00%
TCC	8,800.00	8,600.00	-2.27%
SIMBA	2,340.00	2,380.00	+1.71%
TWIGA	2,660.00	2,660.00	0.00%
SWISSPORT	2,700.00	2,700.00	0.00%

Source: DSE and TSL Analysis



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B. Fixed Income Securities

Primary Market

During the week the Government through BOT auctioned Treasury Bills worth TZS 135 billion. Bids submitted amounted TZS 301 billion. However, successful bids were for TZS 107 billion. In comparison to the previous auction, yields have decreased in 182-days and 364-days maturities, while yield for 90-days increased.

The auction result is as depicted in the table below;

	35 Days	91 Days	182 Days	364 Days
Minimum Successful Price/100	0.00	96.40	92.96	87.21
Weighted Average Price (WAP) for successful Bid	0.00	96.65	93.32	87.43
Weighted Average Yield (WAY) % per Annum	0.00	13.91	14.36	14.41
Amount Offered TZS (000,000)	5,000	30,000	45,000	55,000
Total Tendered TZS (000,000)	0.00	20,210.85	72,625.79	208,264.30
Undersubscribed(+) Oversubscribed(-) TZS(000,000)	0.00	9,789.15	-27,625.79	-153,264.30
Successful Bids TZS(000,000)	0.00	20,210.85	32,115.00	55,000.00

Secondary Market

Bonds worth TZS 7.755 billion exchanged hands during the week in the secondary market as depicted below:

Tenor	Face Value (Tshs.)	Price/100
10.08% Seven-Year	4.0bn	85.2994
10.08% Seven-Year	2.5bn	83.3600
10.08% Seven-Year	1.255bn	79.6800
9.18% Five-Year	5.0bn	81.5620

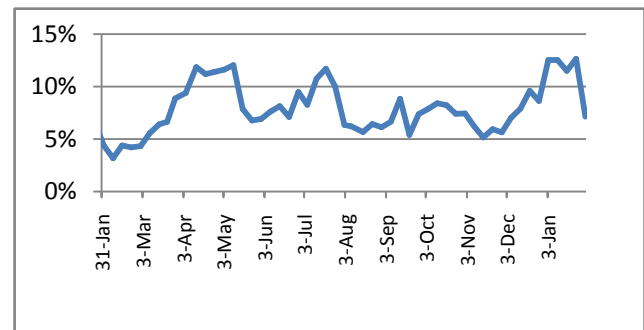
About the Weekly Update report:

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 overnight rate towards the end of this week was 7.14%, lower than 12.65% recorded last week, as depicted in the chart below:

Interbank Borrowing Rates (WAR)

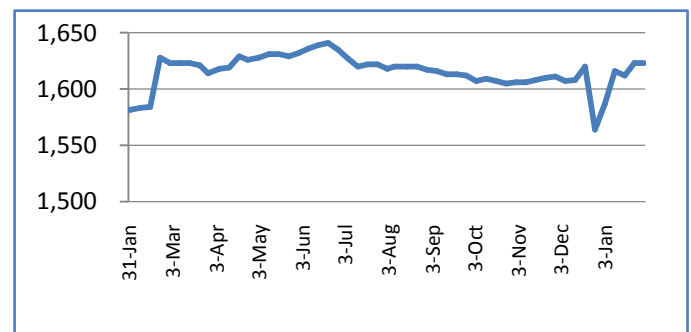


Source: BOT

C. Foreign Exchange

This week, the shilling remained stable against the USD as indicated in the chart and table below:

Foreign Exchange – TZS/USD



Source: BOT

Foreign Exchange Market – Four weeks trend

	10-Jan 2014	17-Jan 2013	24-Jan 2014	31-Jan 2014
TZS/USD	1,616.00	1,612.00	1,623.00	1,623.00
TZS/GBP	2,663.42	2,662.93	2,694.00	2,685.00
TZS/KES	18.63	18.79	18.89	18.87