



Tanzania Securities Limited

Stock Brokers | Investment Advisers | Fund Managers

MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

A. Equity

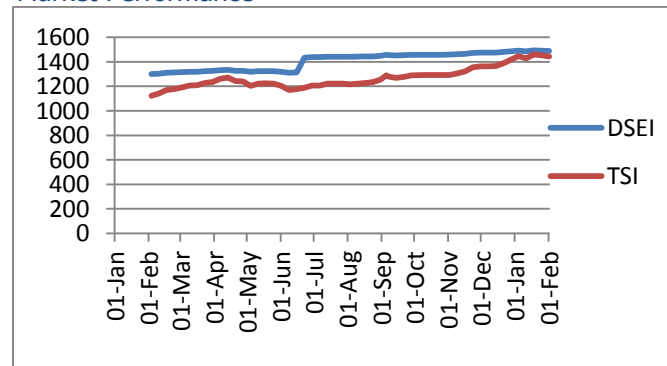
Market Performance

The week recorded even weaker performance than last week's. The weekly turnover was Tshs.255 million, relatively lower from the previous week's turnover of Tshs.351 million. Activity levels also shrunk with shares traded declining to 296,282 from last week's 386,839 shares.

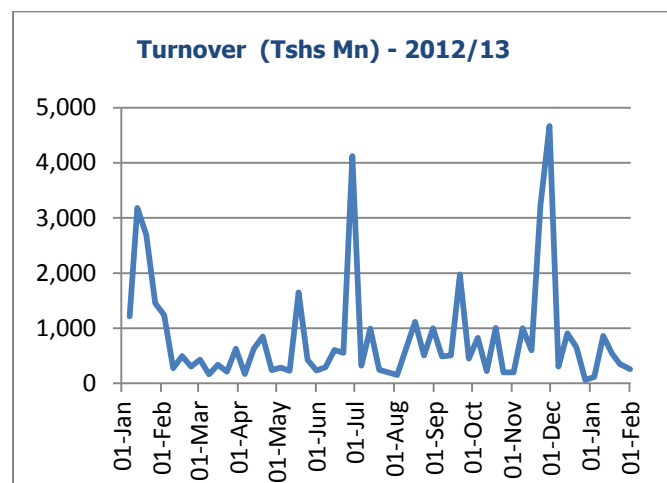
The DSEI lost some grounds compared with last week to settle at 1,488.53 (-0.19%). TSI index closed lower at 1,442.70 (-0.84%) compared with last week's, mainly pulled down by NMB and CRDB that closed the week in red at Tshs.1,160 and 160 respectively.

The Banking segment Index weakened (-2.69%) to close the week at 1,224.34 points on the backdrop of losses made on the NMB and CRDB counters. The Industrial & Allied Index remained flat at 1,708.98 points.

Market Performance



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

WEEKLY MARKET COMMENTARY

28th – 01st February 2013

Statistics - Equity

Total - Week Ending	Jan-24 2013	Feb-01 2013	% Change
Market			
Turnover in Million (Tshs)	351	255	-27.35%
Volume of Shares in '000	386	296	-23.32%
DSEI	1,491.41	1,488.53	-0.19%
TSI	1,454.88	1,442.70	-0.84%
Banks, Finance, & Services			
BI	1,258.19	1,224.34	-2.69%
Industrial and Allied			
IA	1,708.98	1,708.98	0.00%

Source: DSE

Outlook:

We expect activities to remain moderate on the bourse despite the challenge emanating from the supply side. Foreign investors will continue to participate on some counters, mainly on the banking segment.

This week's T-Bill auction indicated improved liquidity conditions as investors showed appetite on all investment day's tenor. Preference was more on the 182-days maturity and the 364-days maturity. We anticipate seeing a similar reflection on a two -Year bond to be auctioned Wednesday next week.

Analyst

Moremi Marwa

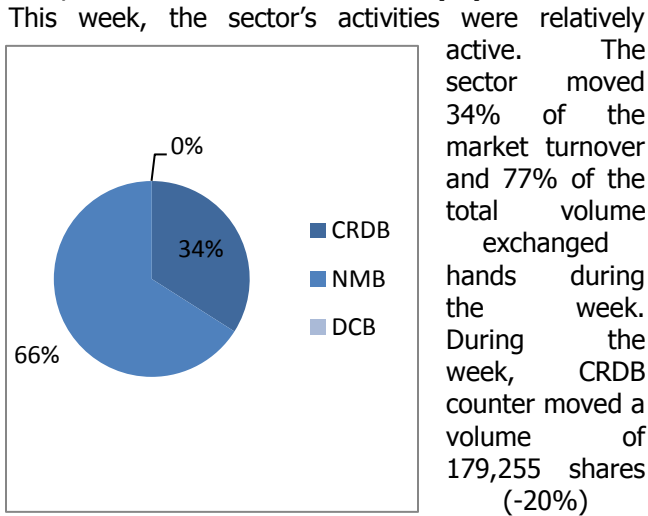
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Bank, Finance & Investment Sector (BI)



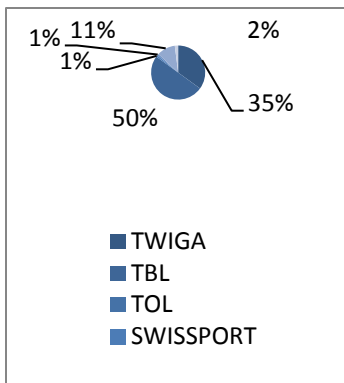
compared to 224,301 shares that exchanged hands in the counter last week.

NMB accounted for 21% of the Banking & Investment activity and 66% of the market turnover for the week. The counter lost from last week's Tshs.1,180 to Tshs.1,160. Activities in the counter were backed by a continued local support.

There were minimal activities in the DCB counter during the week. The bank moved 100 at Tshs.620.00 per share

Industrial and Allied Sector (IA)

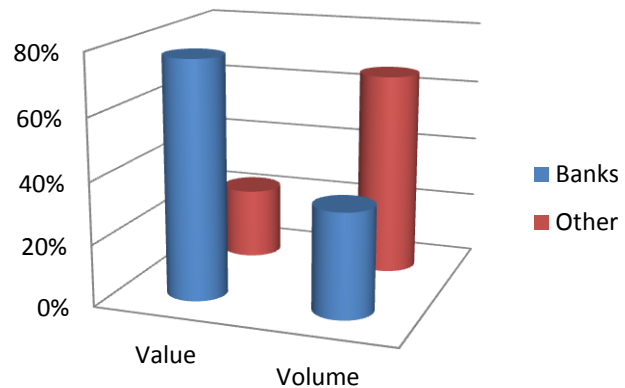
Industrial & Allied segment moved 23% of total market's activity and 66% of the total turnover. Like the case in recent weeks, Twiga, TBL were the most active counters among the Industrial and Allied sector this week. TBL maintained local support to close the week at Tshs.2,900 per share, moving a volume of 28,868 shares. 22,830 of Twiga shares exchanged hands at a price of Tshs.2,600 per share. Swissport moved 1,393 shares at



Tshs.1,740 higher than 1,720 of last week.

Simba counter traded 7,399 shares and Precision Air, 8,000 shares. Other counters were TOL and TCC with 800 and 254 shares respectively.

% Share of the Market's activity



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	24.01.2013	01.02.2013	%Changes
DCB	620.00	620.00	0.00%
NMB	1,180.00	1,160.00	-1.69%
CRDB	167.50	160.00	-4.48%

Source: DSE and TSL Analysis

IA Share Prices (in TZS):

Counter	24.01.2013	01.02.2013	% Changes
TOL	260.00	260.00	0.00%
TBL	2,900.00	2,900.00	0.00%
TTP	440.00	440.00	0.00%
PAL	460.00	460.00	0.00%
TCC	4,320.00	4,320.00	0.00%
SIMBA	2,400.00	2,400.00	0.00%
TWIGA	2,600.00	2,600.00	0.00%
SWISSPORT	1,720.00	1,740.00	+1.16%

Source: DSE and TSL Analysis



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B. Fixed Income Securities

Primary Market

There was no primary market bonds activity during the week.

Secondary Market

There was no secondary market bonds activity during the week.

Money Market

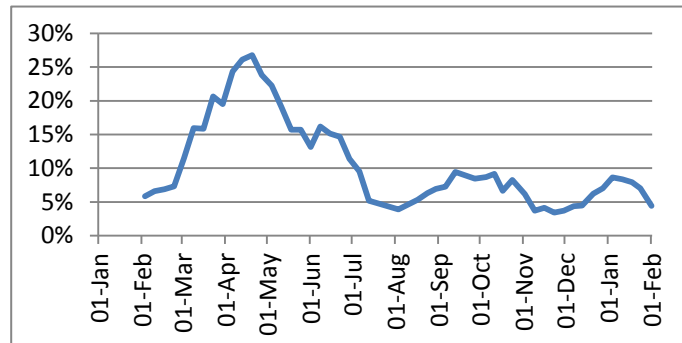
This week the Government through BOT auctioned Treasury bills worth Tshs.125 billion. Bids submitted amounted Tshs.282.07 billion. However, successful bids were for Tshs.113.22 billion. Yields for the 35-days, 91-days and 182-days eased down except the 364-days where there was slight increase of 0.97%.

The auction result is as depicted in the table below;

	35 Days	91 Days	182 Days	364 Days
Minimum Successful Price/100	99.35	96.80	93.37	86.99
Weighted Average Price (WAP) for successful Bid	99.35	97.14	93.55	87.29
Weighted Average Yield (WAY) % per Annum	6.80	11.82	13.84	14.60
Amount Offered TZS (000,000)	5,000	35,000	40,000	45,000
Total Tendered TZS (000,000)	5,500	24,470	89,070	163,034
Undersubscribed(+) Oversubscribed(-) TZS(000,000)	500	10,530	49,070	118,004
Successful Bids TZS(000,000)	5,000	23,220	40,000	45,000

Interbank borrowing witnessed a downward trend. The overnight rate towards the end of this week was 4.39% lower than the 7.02% rate at the end of the previous week.

Interbank Borrowing Rates (WAR)

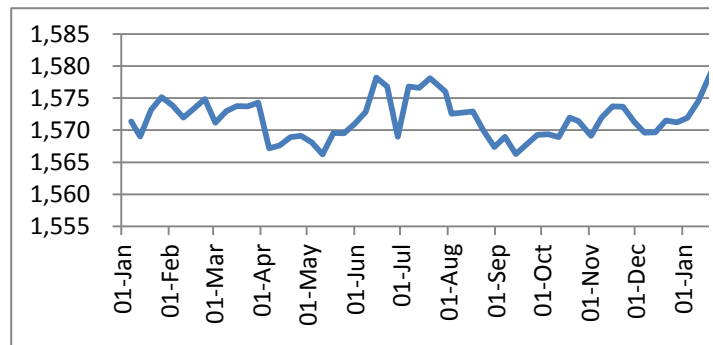


Source: BOT

C. Foreign Exchange

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

Foreign Exchange – TZS/USD



Source: BOT

Foreign Exchange – Four weeks trend

	11-Jan 2013	18-Jan 2013	24-Jan 2013	01-Feb 2013
TZS/USD	1,574.51	1,578.35	1,581.39	1,581.65
TZS/GBP	2,542.75	2,522.91	2,503.27	2,509.61
TZS/KES	18.15	18.16	18.08	18.05
TZS/UGX	0.58	0.59	0.58	0.59

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