

THE WEEK IN REVIEW

- IMF urges BOT to implement flexible forex policy.

This Friday was a last trading day of 2023. In a week shortened by holidays to just three trading days, the equities market observed a decrease in turnover by 89.49%, descending from 11.07 billion TZS in the preceding week to a mere 1.16 billion. Additionally, the volume of shares traded saw a drastic drop of 90.62%, decreasing from 20.4 million to merely 1.9 million. Notably, this included 1 million CRDB shares and 57,296 NMB shares that were part of pre-arranged block trades.

MARKET CAPITALIZATION

The total market capitalization decreased slightly by 0.20%, from 14.64 trillion TZS to 14.61 trillion TZS. The domestic market capitalization, however, increased marginally by 0.21%.

STOCK PERFORMANCE

CRDB had the highest turnover, contributing 71.81% of the total weekly turnover with 837.2 million TZS. NMB also had a significant turnover with 266.4 million TZS, making up 22.85% of the total. TPCC and TCCL had turnovers of 2.45% and 1.63% respectively. The highest volume of shares traded was from CRDB with 1.8 million shares, accounting for 94.74% of the total volume. NMB followed with 59,162 shares, which is 3.08% of the total volume. The largest price difference was observed in TPCC, with a 2.83% increase. NICO's share price increased by 6.38%, which is significant compared to other companies.

WEEKLY OUTLOOK

Given that the final week of the year consisted of merely three trading days, the market has demonstrated considerable resilience in numerous aspects, fostering an optimistic outlook for 2024. We anticipate financial counters to maintain their dominance in the first week of 2024. Concurrently, we expect Industrial counters to sustain positive momentum and exhibit a robust performance.

FIXED INCOME

During the week, there were 53 Treasury bond transactions recorded, which collectively achieved a turnover of 26.51 billion TZS. Notably, the newly issued 25-year bond, auctioned on December 27th, accounted for 33 of these deals, contributing 3.49 billion TZS to the total turnover.

25-YEAR T-BOND AUCTION

The 25-year Treasury Bond auction conducted on December 27, 2023, attracted 908 bids, of which 870 were successful. The auction was oversubscribed, with bids totaling 399.48 billion TZS, exceeding the target by 268.6 billion TZS.

Table 1: Market Weekly data

	Last Week	This Week	%Change
Turnover (TZS Millions)	11,071.19	1,163.79	-89.49%
Foreign Buyers (%)	0.16%	2.58%	+1472.49%
Volume (Million shares)	20.45	1.92	-90.62%
Total Market Cap (TZS Bn)	14,641.21	14,611.43	-0.20%
Domestic Market Cap (TZS Bn)	11,377.17	11,401.41	+0.21%
DSEI	1,754.20	1,750.63	-0.20%
TSI	4,295.26	4,304.40	+0.21%
IA	5,162.39	5,182.51	+0.39%
BI	4,534.74	4,536.46	+0.04%
CS	2,147.74	2,147.74	0.00%

Source: DSE, Vertex Calculations

Table 2: Secondary Market Data

Bond	Average Yield	Average Price	Turnover
2 Year	0.0000%	97.02%	6.5972
10 Year	15.2459%	94%	0.18
15 Year	13.6509%	101.996%	0.375
20 Year	14.5178%	107.438%	15.81
25 Year	14.1234%	90.169%	3.55

Source: DSE, Vertex Calculations.

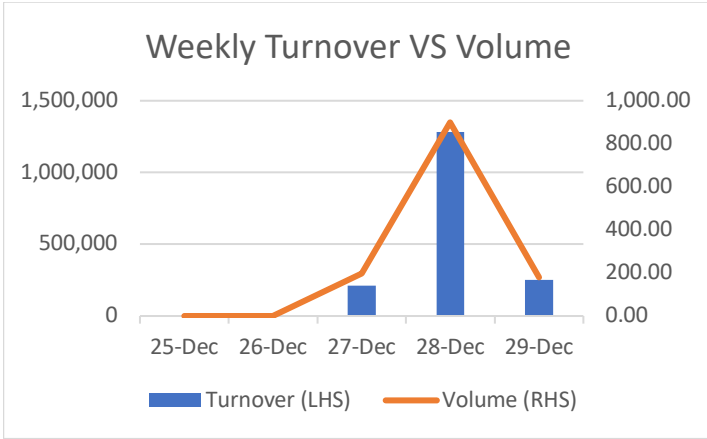
Table 3: Net Asset Value per Unit for Unit Schemes

	21-Dec	28-Dec	% Change
UMOJA	982.2285	983.0819	+0.087%
WEKEZA	864.4598	865.7286	+0.147%
WATOTO	616.8083	634.1036	+2.804%
JIKIMU	170.1502	170.3466	+0.115%
LIQUID	381.3184	382.8899	+0.412%
BOND	116.2146	116.5677	+0.304%

Source: UTT, Vertex Calculations.



Chart of the Week



Source: DSE, Vertex Calculations.



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