

## 1. The Week in Review

- The Memorandum of Understanding between the Bank of Tanzania and Frontclear to boost Interbank Cash market for third tier banks in the medium term.

### a. Equities

Equities market continue to produce one subpar performance after another as Domestic Equities continue to shrink. Turnover and Volume reached new lows as both declined to TZS 268.49 million and 0.57 million shares respectively.

Total Market Capitalization increased to TZS 15,670.15 billion, 0.08% up as Cross listed equities performed. Domestic Market Capitalization decreased to TZS 10,170.69 billion, 0.07% down as prices declined.

There was no gaining counter this week as all counters, which saw some activity closed in red. Top losing counters were SWISS, which lost 9.78% to close at TZS 1,660/=, Maendeleo Bank (MBP), which lost 5.62% to close at TZS 420/= and DCB, which lost 3.13% to close at TZS 155.

CRDB continued to move the market, recording 69.76% of total market turnover followed by TWIGA with 7.72% and NICO by far.

All Shares Index (DSEI) increased by 0.08% to close at 1,880.23 points while Tanzania Shares Index (TSI) decreased by 0.07% to close at 3,847.50 points. Banks, Finance & Investment (BI) closed at 3,218.73, 0.04% down. Industrial & Allied (IA) closed at 5,031.99 points like the week before and Commercial Services (CS) closed at 2,162.05, 0.35% down.

### Weekly Outlook

The Equities market continues to shock us with poor performance this week as we thought it had already reached the bottom last week. Volume and Turnover were two biggest losers. However, Prices declined slightly, which gives us

confidence going into next week as we have a potent weapon of strong 3Q22 earnings results from financials.

We expect a slight recovery next week as results start to factor into prices.

### b. Fixed Income

Auction results Treasury Bills echoed our last week forecast as Yields increased. Subscription declined. We expect an increase in yields in the upcoming 15 – Year Treasury Bill auction.

**Table 1: Market Weekly data**

	Last Week	This Week	Change
Turnover (TZS Millions)	508.33	268.49	-47.18%
Foreign Buyers (%)	0.41%	6.85%	+1573.01%
Volume (Million shares)	1.13	0.57	-49.21%
Total Market Cap (TZS Bn)	15,658.19	15,670.15	+0.08%
Domestic Market Cap (TZS Bn)	10,178.32	10,170.69	-0.07%
DSEI	1,878.81	1,880.23	+0.08%
TSI	3,850.38	3,847.50	-0.07%
IA	5,031.99	5,031.99	0.00%
BI	3,220.17	3,218.73	-0.04%
CS	2,169.63	2,162.05	-0.35%

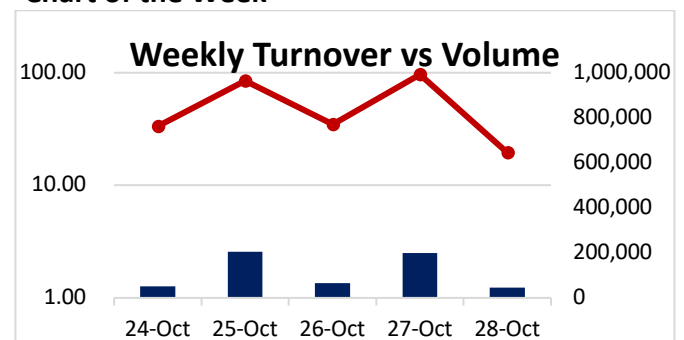
Source: DSE, Vertex Calculations

**Table 2: Net Asset Value per Unit for Unit Schemes**

	20 - Oct	27 - Oct	% Change
Umoja Fund	858.06	857.9135	-0.02%
Wekeza Maisha	734.4031	733.6531	-0.10%
Watoto Fund	536.1944	540.9137	+0.88%
Jikimu Fund	155.5035	157.0188	+0.97%
Liquid Fund	334.8998	335.7654	+0.26%
Bond Fund	114.0742	114.5061	+0.38%

Source: UTT, vertex calculations

## 2. Chart of the Week



Source: DSE, Vertex Calculations



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